

**STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
COMPLIANCE EXAMINATION**

For the Two Years Ended June 30, 2008

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
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TABLE OF CONTENTS

	<u>Page</u>
Agency Officials	1
Management Assertion Letter	3
Compliance Report	
Summary	5
Accountants' Reports	
Independent Accountants' Report on State Compliance, on Internal Control Over Compliance, and on Supplementary Information for State Compliance Purposes	7
Schedule of Findings	
Current Findings – State Compliance	10
Prior Findings Not Repeated	22
Supplementary Information for State Compliance Purposes	
Summary	23
Fiscal Schedules and Analysis	
Schedule of Expenditures of Federal Awards	24
Notes to the Schedule of Expenditures of Federal Awards	26
Schedule of Appropriations, Expenditures and Lapsed Balances	30
Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances	36
Schedule of Changes in State Property	39
Comparative Schedule of Cash Receipts	40
Reconciliation Schedule of Cash Receipts to Deposits Remitted to the State Comptroller	42
Analysis of Significant Variations in Expenditures	44
Analysis of Significant Variations in Receipts	48
Analysis of Significant Lapse Period Spending	50
Analysis of Operations	
Agency Functions and Planning Program	51
Average Number of Employees	55
Service Efforts and Accomplishments (Not Examined)	56
Description of State Grant Programs	57
Schedule of Grant Awards (Not Examined)	60

AGENCY OFFICIALS

COMMUNITY COLLEGE BOARD

President/ Chief Executive Officer	Mr. Geoffrey Obrzut
Vice President for Academic Affairs & Workforce Development	Ms. Elaine Johnson
Vice President for External Affairs (03/1/07 through present)	Vacant
Vice President for External Affairs (08/16/04 through 02/28/07)	Mr. Randy Barnette
Vice President for Adult Education & Institutional Support	Ms. Karen Hunter-Anderson
Chief Operating Officer	Ms. Ellen Andres

BOARD MEMBERS

Guy Alongi, Chair
Suzanne Morris, Vice Chair
Dianne Meeks
Rudolph Papa
Thomas Pulver
Judith Rake
Jake Rendleman
Christopher Brunson
Addison Woodward, Jr.

Agency offices are located at:

401 E. Capitol Ave
Springfield, IL 62701

Workforce Development Resource Center
2450 Foundation Drive
Springfield, IL 62703

James R. Thompson Center
100 W. Randolph St., Ste. 2-010
Chicago, IL 60601

Adult Education Regional Office—Southern Region
951 Fairfax St.
Carlyle, IL 62231

Southern Illinois Collegiate Common Market
3213 South Park Avenue
Herrin, IL 62948

Illinois Community College Board



Guy H. Alongi
Chairman

Geoffrey S. Obrzut
President/CEO

proudly serving the

Illinois Community College System

April 14, 2009

Honorable William G. Holland
Auditor General
State of Illinois
Iles Park Plaza
740 East Ash
Springfield, IL 62703-3154

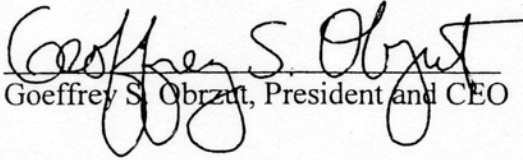
We are responsible for the identification of, and compliance with, all aspects of laws, regulations, contracts, or grants that could have a material effect on the operations of the Illinois Community College Board. We are responsible for and we have established and maintained an effective system of internal controls over compliance requirements. We have performed an evaluation of the Illinois Community College Board's compliance with the following assertions during the two-year period ended June 30, 2008. Based on this evaluation, we assert that during the years ended June 30, 2008 and June 30, 2007, the Illinois Community College Board has materially complied with the assertions below.

- A. The Illinois Community College Board has obligated, expended, received and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The Illinois Community College Board has obligated, expended, received and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The Illinois Community College Board has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. The State revenues and receipts collected by the Illinois Community College Board are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. The money or negotiable securities or similar assets handled by the Illinois Community

College Board on behalf of the State or held in trust by the Illinois Community College Board have been properly and legally administered, and the accounting and recordkeeping relating thereto is proper, accurate and in accordance with law.

Yours very truly,

Illinois Community College Board

A handwritten signature in cursive script, reading "Geoffrey S. Obrzut".

Geoffrey S. Obrzut, President and CEO

A handwritten signature in cursive script, reading "Bruce Bennett".

Bruce Bennett, Director of Finance and Operations

COMPLIANCE REPORT

SUMMARY

The compliance testing performed during this examination was conducted in accordance with *Government Auditing Standards* and in accordance with the Illinois State Auditing Act.

ACCOUNTANTS' REPORTS

The Independent Accountants' Report on State Compliance, on Internal Control Over Compliance and on Supplementary Information for State Compliance Purposes does not contain scope limitations, disclaimers, or other significant non-standard language.

SUMMARY OF FINDINGS

<u>Number of Findings</u>	<u>Current Report</u>	<u>Prior Report</u>
Repeated findings	7	3
Prior recommendations implemented or not repeated	2	2
	1	5

Details of findings are presented in the separately tabbed report section of this report.

SCHEDULE OF FINDINGS

<u>Item No.</u>	<u>Page</u>	<u>Description</u>	<u>Finding Type</u>
FINDINGS (STATE COMPLIANCE)			
08-1	10	Inadequate controls over GAAP reporting	Significant Deficiency and Noncompliance
08-2	12	Property control weakness	Significant Deficiency and Noncompliance
08-3	15	Inaccurate grant allocations	Significant Deficiency and Noncompliance
08-4	17	Inadequate controls over contractual agreements	Significant Deficiency and Noncompliance
08-5	18	Inadequate controls over personal services	Significant Deficiency and Noncompliance

08-6	20	Inadequate controls over interagency agreements	Significant Deficiency and Noncompliance
08-7	21	State and Federal grant reporting by Illinois community college district	Significant Deficiency and Noncompliance

PRIOR FINDINGS NOT REPEATED

A	22	Failure to gather education and training services data as required by the Adult Education Reporting Act
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EXIT CONFERENCE

The findings and recommendations appearing in this report were discussed with Agency personnel at an exit conference on March 31, 2009. Attending were:

Illinois Community College Board

Goeffrey S. Obrzut, President and CEO
 Ellen Andres, Chief Operating Officer
 Bruce Bennett, Director of Finance and Operations

Office of the Auditor General

Jane Clark, Manager
 Joel Meints, Supervisor
 Stephanie Ellsworth, Auditor

Responses to the recommendations were provided by President Obrzut in correspondence dated April 3, 2009.

SPRINGFIELD OFFICE:
ILES PARK PLAZA
740 EAST ASH • 62703-3154
PHONE: 217/782-6046
FAX: 217/785-8222 • TTY: 888/261-2887



CHICAGO OFFICE:
MICHAEL A. BILANDIC BLDG. · SUITE S-900
160 NORTH LASALLE · 60601-3103
PHONE: 312/814-4000
FAX: 312/814-4006

OFFICE OF THE AUDITOR GENERAL
WILLIAM G. HOLLAND

INDEPENDENT ACCOUNTANTS' REPORT ON STATE COMPLIANCE,
ON INTERNAL CONTROL OVER COMPLIANCE, AND ON
SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES

Honorable William G. Holland
Auditor General
State of Illinois

Compliance

We have examined the State of Illinois Community College Board's compliance with the requirements listed below, as more fully described in the Audit Guide for Financial Audits and Compliance Attestation Engagements of Illinois State Agencies (Audit Guide) as adopted by the Auditor General, during the two years ended June 30, 2008. The management of the State of Illinois Community College Board is responsible for compliance with these requirements. Our responsibility is to express an opinion on the State of Illinois Community College Board's compliance based on our examination.

- A. The State of Illinois Community College Board has obligated, expended, received, and used public funds of the State in accordance with the purpose for which such funds have been appropriated or otherwise authorized by law.
- B. The State of Illinois Community College Board has obligated, expended, received, and used public funds of the State in accordance with any limitations, restrictions, conditions or mandatory directions imposed by law upon such obligation, expenditure, receipt or use.
- C. The State of Illinois Community College Board has complied, in all material respects, with applicable laws and regulations, including the State uniform accounting system, in its financial and fiscal operations.
- D. State revenues and receipts collected by the State of Illinois Community College Board are in accordance with applicable laws and regulations and the accounting and recordkeeping of such revenues and receipts is fair, accurate and in accordance with law.
- E. Money or negotiable securities or similar assets handled by the State of Illinois Community College Board on behalf of the State or held in trust by the State of Illinois Community College Board have been properly and legally administered and the accounting and recordkeeping relating thereto is proper, accurate, and in accordance with law.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants; the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the

United States; the Illinois State Auditing Act (Act); and the Audit Guide as adopted by the Auditor General pursuant to the Act; and, accordingly, included examining, on a test basis, evidence about the Illinois Community College Board's compliance with those requirements listed in the first paragraph of this report and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the State of Illinois Community College Board's compliance with specified requirements.

In our opinion, the State of Illinois Community College Board complied, in all material respects, with the requirements listed in the first paragraph of this report during the two years ended June 30, 2008. However, the results of our procedures disclosed instances of noncompliance, which are required to be reported in accordance with criteria established by the Audit Guide, issued by the Illinois Office of the Auditor General and which are described in the accompanying schedule of findings as findings 08-1, 08-2, 08-3, 08-4, 08-5, 08-6, and 08-7.

Internal Control

The management of the State of Illinois Community College Board is responsible for establishing and maintaining effective internal control over compliance with the requirements listed in the first paragraph of this report. In planning and performing our examination, we considered the State of Illinois Community College Board's internal control over compliance with the requirements listed in the first paragraph of this report in order to determine our examination procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Audit Guide issued by the Illinois Office of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the State of Illinois Community College Board's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois Community College Board's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with the requirements listed in the first paragraph of this report on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to comply with the requirements listed in the first paragraph of this report such that there is more than a remote likelihood that noncompliance with a requirement that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings as items 08-1, 08-2, 08-3, 08-4, 08-5, 08-6, and 08-7 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a requirement listed in the first paragraph of this report will not be prevented or detected by the entity's internal control. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

As required by the Audit Guide, immaterial findings excluded from this report have been reported in a separate letter.

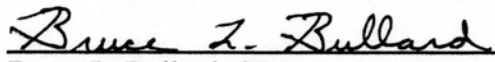
The State of Illinois Community College Board's responses to the findings identified in our examination are described in the accompanying schedule of findings. We did not examine the State of Illinois Community College Board's response and, accordingly, we express no opinion on it.

Supplementary Information for State Compliance Purposes

Our examination was conducted for the purpose of forming an opinion on compliance with the requirements listed in the first paragraph of this report. The accompanying supplementary information as listed in the table of contents as Supplementary Information for State Compliance Purposes is presented for purposes of additional analysis. We have applied certain limited procedures as prescribed by the Audit Guide as adopted by the Auditor General to the 2008 and 2007 Supplementary Information for State Compliance Purposes, except for information on the Service Efforts and Accomplishments and Schedule of Grant Awards on which we did not perform any procedures. However, we do not express an opinion on the supplementary information.

We have not applied procedures to the 2006 Supplementary Information for State Compliance Purposes, and accordingly, we do not express an opinion thereon.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, agency management, and the Board members of the Illinois Community College Board, and is not intended to be and should not be used by anyone other than these specified parties.



Bruce L. Bullard, CPA
Director of Financial and Compliance Audits

April 14, 2009

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

08-1 **FINDING** (Inadequate controls over GAAP reporting)

The Illinois Community College Board (Board) did not prepare and submit accurate accounting reports (Generally Accepted Accounting Principles (GAAP) reporting forms) to the Office of the Comptroller. During testing, we noted the following:

- For the ICCB Contracts and Grants Fund (339), the Board included a FY08 lapse payment of \$10,000 and excluded FY07 lapse payments totaling \$108,804 causing a cumulative understatement of approximately \$99,000 in the amount reported to subrecipients on the Board's Interfund Activity-Grantee Agency (SCO-567) form.
- For the ICCB Adult Education Fund (692), the Board reported \$23,571,098 in current year expenditures. However, Board records supported \$23,632,000 on the Grant/Contract Analysis (SCO-563) form resulting in an overstatement of approximately \$61,000. In addition, Board's records reported \$22,430,836 provided to subrecipients; however \$23,086,000 was reported on the SCO-563 form causing an overstatement of approximately \$655,000.
- For the Career and Technical Education Fund (772), the Board records supported \$17,307,195 in current year expenditures; however \$17,316,000 was reported on the SCO-567 form resulting in an overstatement of approximately \$9,000. In addition, the Board reported \$0 to subrecipients on the SCO-567 form; however Board records support \$16,754,287 was given to subrecipients for the Career and Technical Education – Basic Grants to States program Catalog of Federal Domestic Assistance (CFDA) #84.048. Lastly, the Board reported \$4,028,000 on the SCO-567 form, however, Board records support \$3,990,775 was given to subrecipients for the Tech-Prep Education program CFDA #84.243.

The Statewide Accounting Management System (SAMS) (Procedure 27.10.10) requires careful examination of financial data during the preparation of GAAP reporting packages. In addition, the Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls to provide assurance revenues, expenditures, and transfers of assets, resources, or funds are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources.

Board personnel stated these errors were due to human error and oversight.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

GAAP packages submitted by State agencies are used to compile the Illinois Comprehensive Annual Financial Report and the Schedule of Expenditures of Federal Awards. Failure to provide accurate information to the Office of the Comptroller could result in inaccuracies in the Statewide information presented. (Finding Code No. 08-1)

RECOMMENDATION

We recommend the Board implement procedures to ensure complete and accurate information is reported to the Office of the Comptroller on the accounting reports.

BOARD RESPONSE

The Board concurs with the finding. We have made the internal changes necessary to account for reporting for twelve month reporting versus fiscal year. The Board will also work with the Office of the Comptroller to ensure the accuracy of the numbers needed for these reports.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

08-2. **FINDING** (Property control weakness)

The Illinois Community College Board (Board) did not exercise adequate control over the recording and reporting of its State property. We noted the following during our testing:

- Two of eight (25%) Quarterly Reports of State Property (C-15's) prepared by the Board and submitted to the Office of the State Comptroller did not accurately reflect the Board's equipment transactions. We noted differences between the addition, deletion, transfer, and ending balance amounts reported on the C-15's and the Board's property records. These differences resulted in an overall understatement of \$140,696. Statewide Accounting Management System (SAMS) (Procedure 29.10.30) states the C-15 should present the total cost of State property, by category, reflected on the agency's records as of the reporting date. In addition, good internal controls require an agency to review all reported information for accuracy before submission.
- The Board purchased and received video equipment totaling \$92,976 and office furniture totaling \$3,392 in May 2008. However, the Board's property control listing did not include these purchases at the fiscal year end, nor by the end of our testing. In addition, the Board did not accurately include this equipment on the C-15 report submitted to the Office of the State Comptroller for the quarter ended June 30, 2008. The Illinois Administrative Code (Code) (44 Ill. Adm. Code 5010.400) requires agencies to adjust property records within 30 days of acquisition, change or deletion of equipment items. In addition, good internal controls require an agency to review all reported information for accuracy before submission.
- The Board purchased two vehicles totaling \$47,167 through a capital lease purchase option. However, the Board did not include these vehicles on the Board's property control listing, the C-15 reports submitted to the Office of the State Comptroller or on the Annual Inventory Certifications submitted to the Department of Central Management Services (DCMS) resulting in these reports being inaccurate and incomplete. In addition, the Board did not accurately complete and submit the Accounting for Leases-Lessee Form (SCO-560) with the Office of the State Comptroller for the two vehicles purchased by the Board. The Board reported an incorrect fair value amount for each vehicle. The Board reported more than the lease purchase price for the fair value amount in each instance. Good internal controls require an agency to review all reported information for accuracy before submission. In addition, SAMS (Procedure 27.20.60) states the purchase price (commonly referred to as "fair value") of property at the inception of the lease is to be entered into Box 12 of SCO-560, less any applicable discounts.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

- Equipment tested, totaling \$240,481, was not properly identified. The Board used a four digit identification number for equipment items. The Illinois Administrative Code (44 Ill. Adm. Code 5010.210) requires agencies to mark each piece of State-owned equipment in their possession with a unique six digit identification number to be assigned by the agency holding the property.
- The Board did not maintain a list of items to be sent to surplus. We noted five items, totaling \$45,266 which appeared to be obsolete or unused. The State Property Control Act (30 ILCS 605/1.04 and 7.3) defines transferable property as property no longer needed or usable by the agency and requires agency heads to periodically report transferable property to the Director of DCMS. In addition, good business practices require operations be conducted in an economical, efficient, and effective manner and that State resources not be wasted.
- Seven of 25 (28%) items purchased were not included on the Board's property records at the correct amount. Four items did not include installation charges, totaling \$2,958, in the valuation price listed on the property records. Two items were recorded on the Board's records at \$1,196 but the actual cost was only \$1,131 resulting in an overstatement of \$65 for each item. The Board recorded another item on their property records as \$8,070; however, the auditor noted the asset's value to be \$7,848, causing an overstatement of approximately \$222. SAMS (Procedure 29.10.10) requires an agency to maintain current property information at a summary level, which includes a description of each asset and its location. In addition, the Code (44 Ill. Adm. Code 5010.240 (e) (1)) defines the purchase price as the price of the equipment delivered and installed, including delivery and installation costs.
- Six of 50 (12%) property items, totaling \$4,724, were located within the Board; however, the physical locations differed from the locations specified on the Board's property records. SAMS (Procedure 29.10.10) requires an agency to maintain current property information at a summary level, which includes a description of each asset and its location.
- One of 25 (4%) property items tested, totaling \$35,328, contained several parts and not all items could be located. The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires State agencies establish and maintain a system, or systems, of internal fiscal and administrative controls to provide assurance property and other assets are safeguarded against waste, loss, unauthorized use and misappropriation.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

- The Board's property records did not indicate both a purchase date and tag and/or inventory date. Therefore, we were unable to determine if property items were added to the Board's records in a timely manner. The Illinois Administrative Code (44 Ill. Adm. Code 5010.400) states that agencies are required to adjust property records within 30 days of acquisition, change, or deletion of equipment items.

Board personnel stated the items noted above were due to oversight.

Failure to exercise adequate control over property and maintain accurate property control records increases the potential for fraud and possible loss or theft of State property. In addition, inaccurate fixed asset reporting reduces the reliability of statewide fixed asset information. (Finding Code No. 08-2)

RECOMMENDATION

We recommend the Board strengthen controls over the recording and reporting of State property by reviewing their inventory and recordkeeping practices to ensure compliance with statutory and regulatory requirements. We also recommend the Board ensure all equipment is accurately and timely recorded on the Board's property records and properly tagged. Lastly, we recommend the Board thoroughly review all reports prepared from internal records for accuracy before submission to the State Comptroller and the Department of Central Management Services.

BOARD RESPONSE

The Board concurs with the finding. We have updated records to properly reflect inventory and the inventory value. Records will be updated upon delivery, deletion, or transfer of property. The vehicles have been added to the inventory and the proper forms filed with the Office of the Comptroller. The board will update inventory records to reflect a six digit code instead of a four digit code with new purchases. Records will now reflect both a purchase date and inventory date.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

08-3. **FINDING** (Inaccurate grant allocations)

The Illinois Community College Board (Board) misallocated grants to community college districts paid from the Base Operating Grants. We noted:

The Board was appropriated \$197,818,000 in both fiscal years 2007 and 2008 for Base Operating Grants by the General Assembly. The Board's Base Operating Grant allocation was inaccurate for both fiscal years. The Board Base Operating Grant consists of two components (Square Footage and Credit Hour). The Credit Hour component of the grant was calculated incorrectly. The component consists of several calculations to arrive at the effective credit hour rate which is used as the basis of allocation of the grant component. An effective credit hour rate is applied to each of six funding categories which in summation give the amount to be allocated to prospective districts. Specifically, the Tuition and Fees deduction and the Local Tax Contribution deduction calculations of the component were incorrect. The Tuition and Fees deduction calculation incorporated the wrong costs for one of 39 (3%) districts tested during both FY07 and FY08. The Local Tax Contribution deduction used for FY08 was also in error. The Tuition and Fees error during FY07 caused the effective credit hour rate to be understated by \$0.56 across five of the six funding categories. During FY08, the two errors in conjunction caused the effective credit hour rate to be understated by \$2.70 across 5 of the 6 funding categories and understated by \$2.23 in the sixth funding category. The errors in the effective credit hour rate in turn caused underpayments to districts from \$22,467 to \$391,218 in FY07 and from \$99,500 to \$2,621,671 in FY08.

The Public Community College Act (110 ILCS 805/2-16.02) states base operating grants are to be paid based on rates per funded semester credit hour or equivalent calculated by the State Board for funded instructional categories using cost of instruction, enrollment, inflation, and other relevant factors. A portion of the base operating grant is to be allocated on the basis of non residential gross square footage of space maintained by the district.

Board personnel stated errors were due to staff oversight.

Failing to allocate the appropriate funds caused 39 of 39 districts to be underfunded. (Finding Code No. 08-3)

RECOMMENDATION

We recommend the Board ensure proper grant amounts are awarded to the appropriate college districts.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

BOARD RESPONSE

The Board concurs with the finding. The miscalculation did not result in under-funding colleges. The calculation would change the credit hour rates but the grant amount would have been fully allocated. This impact treated all districts fairly due to each district being funded with the same rate per credit hour among the six funding categories. The correction has been made to the grant formula.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

08-4. **FINDING** (Inadequate controls over contractual agreements)

The Illinois Community College Board (Board) did not have adequate controls over its contractual agreements. We noted the following:

- Ten of 18 (56%) contracts, totaling \$3,225,510, were not published in the Procurement Bulletin.
- Nine of 18 (50%) contract obligation documents (COD), totaling \$2,626,610, were not properly completed. Two contract obligation documents had the wrong award code and seven did not specify why the contract was exempt from bid.

The Illinois Procurement Code (30 ILCS 500/15-25(b)) requires each and every contract that is let or awarded to be published in the next available subsequent Procurement Bulletin. The Statewide Accounting Management System (SAMS) Procedure 15.20.10 requires an agency to indicate the applicable award code and the reason for the award code used for the exemption for bid must be documented on the contract obligation document.

Board personnel stated the deficiencies were due to oversight.

Failure to publish contracts in the Procurement Bulletin is noncompliance with the Illinois Procurement Code and could lead to the inefficient use of State resources. Improper reporting of contract obligation documents may cause inadequate accounting and reporting of State obligations. (Finding Code No. 08-4)

RECOMMENDATION

We recommend the Department strengthen controls to ensure all contracts are published in the Procurement Bulletin, and CODs are properly completed and contain all required elements in accordance with the SAMS Manual.

BOARD RESPONSE

The Board concurs with the finding. Contracts that required bidding were posted; however, contracts that only require publishing to the Procurement Bulletin as a notice will be done. Contract obligation documents will reflect the correct award code.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

08-5. **FINDING** (Inadequate controls over personal services)

The Illinois Community College Board (Board) did not have adequate controls over its personal services function. We noted the following:

- The Board did not conduct employee performance appraisals for five of 25 (20%) appraisals tested in accordance with the Illinois Administrative Code (Code) (80 Ill. Adm. Code 302.270) and Board Employee Policy. The Code requires the Board to prepare an evaluation on employees not less often than annually. Additionally, Board policy states new personnel are to be evaluated at their three and six month period of hire date.
- The Board did not have a distinctive methodology for paying Board personnel. We noted Board personnel were paid from several different funds without a budget or staffing plan to support paying personnel across different appropriated funds and line items throughout the period. Good internal controls require an adequate methodology be documented to support personal service payments from appropriated funds. Additionally, the Fiscal Control and Internal Auditing Act (Act) (30 ILCS 10/3001) requires all State agencies establish and maintain a system of internal fiscal and administrative controls to provide assurance funds applicable to operations are properly recorded and accounted for to permit the preparation of reliable financial reports and to maintain accountability over the State's resources.
- The Board did not properly approve two of 47 (4%) employee work schedules. Board personnel were not able to provide written approval for employees working outside of normal work hours. The Illinois Community College Board Employee Guidebook states a request for working hours outside of specified office hours must be submitted in writing to the employee's supervisor and approved by the supervisor and Human Resources.
- The Board did not implement strategies and programs in accordance with the State Hispanic Employment Plan. Also, the Board did not report activities in implementing the State Hispanic Employment Plan to the Department of Central Management Services and the Department of Human Rights during the period. The Civil Administrative Code of Illinois (Code) (20 ILCS 405/405-125) requires each State agency to implement strategies and programs in accordance with the State Hispanic Employment Plan to increase the number of Hispanics employed by the State and the number of bilingual persons employed by the State at supervisory, technical, professional, and managerial levels. Additionally, the Code requires each State agency

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

to report annually to the Department of Central Management Services (Department) and the Department of Human Rights, in a format prescribed by the Department, all of the agency's activities in implementing the State Hispanic Employment Plan.

Board personnel stated staff appraisals and alternative schedule approvals were due to staff oversight. Board personnel also stated the methodology for expending employee payroll across differing appropriation lines are determined by finance and operations staff based on employee job descriptions. Last, Board personnel stated the Board does not have their own strategy or plan in accordance with the State Hispanic Employment Plan.

Performance appraisals are a systematic and uniform approach used for the development of employees and communication of performance expectations to employees. Performance appraisals should serve as a foundation for salary adjustment, promotion, demotion, discharge, layoff, recall, and reinstatement decisions. Failing to document a systematic approach in paying personal services is inadequate controls over State appropriated funds. Failing to properly approve alternative work schedules is noncompliance with Board rules and failing to implement strategies in accordance with the State Hispanic Plan is noncompliance with State statute. (Finding Code No. 08-5, 06-2)

RECOMMENDATION

We recommend the Board perform appraisals timely for all employees and maintain a system of record keeping ensuring all evaluations are properly maintained. Furthermore, we recommend Board strengthen controls over employee work hours and documenting justification for personal service expenditures. Lastly, we recommend the Board implement strategies in accordance with the State Hispanic Employment Plan and report annually such strategies to the appropriate Departments.

BOARD RESPONSE

The Board concurs with the finding. Management is continuously working with staff to ensure annual evaluations are performed timely. Employees working outside “normal” business hours will have written documentation of approval of these hours. The Board will review the State Hispanic Employment plan and its requirements.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

08-6. **FINDING** (Inadequate controls over interagency agreements)

The Illinois Community College Board (Board) had inadequate controls over its interagency agreements. Both interagency agreements tested were not signed by all necessary parties before the effective date. The agreements were with the Illinois Department of Employment Security and their Career Resource Network to provide the Board with labor market and career information through the update of Career Information System and Countdown. The agreements were signed from 255 to 284 days after the effective date of the agreement.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires agencies establish internal fiscal and administrative controls to provide assurance that resources, obligations and costs are in compliance with applicable laws, rules, and agreements. Good internal controls require the approval of agreements prior to the effective date and services be performed only after the agreement is approved by all parties.

Board personnel stated the agreements were signed after the effective date due to the nature of the agreement and discussions between Career and Technical Education staff and Illinois Department of Employment Security staff.

In order to assess whether the agreements sufficiently document the responsibilities of the appropriate parties, the agreements need to be approved prior to the effective date. (Finding Code No. 08-6)

RECOMMENDATION

We recommend the Board ensure interagency agreements are approved prior to the effective date of the agreements and prior to services being rendered.

BOARD RESPONSE

The Board concurs with the finding and will work to get interagency agreements signed prior to the effective date.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF FINDINGS
For the Two Years Ended June 30, 2008

08-7. **FINDING** (State and Federal grant reporting by Illinois community college districts)

The Illinois Community College Board (Board) failed to enforce compliance with the Rules and Regulations over timely submission of required reports and schedules. We noted:

- 129 of 360 (36%) informational reports due in fiscal year 2007 were submitted to the Board between one day and more than 35 months late. Thirteen reports were not received by the end of our fieldwork.
- 109 of 372 (29%) informational reports due in fiscal year 2008 were submitted to the Board between one day and more than 35 months late. Ten reports were not received by the end of our fieldwork.

The Illinois Administrative Code (23 Ill. Adm. Code 1501.201) requires complete and accurate reports to be submitted by the district/college to the Board in accordance with the Board's requirements and on forms prescribed by the Board.

Board personnel stated they will look at developing other ways to hold colleges responsible but, at this time the Board has no power other than continual follow-up with each district.

The Board uses the informational reports to evaluate the effectiveness of grant programs and prepare for future budgets. The failure to receive the community college information reports promptly could delay the Board's completion of its own internal summary reports and budget preparation. (Finding Code No. 08-7, 06-1, 04-1, 02-3, 00-1, 99-1, 98-1, 96-2).

RECOMMENDATION

We recommend the Board review the adequacy of their policies and procedures regarding the submission of audit reports and other required reports. We further recommend the Board continue to work with each district to ensure required reports are submitted timely.

BOARD RESPONSE

We concur with the finding. At this time the Board does not have any other power to enforce timely submissions other than through continuous follow-up. The Board will review and see if any other non-monetary methods of enforcement can be used within the statutory guidelines.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
PRIOR FINDINGS NOT REPEATED
For the Two Years Ended June 30, 2008

- A. **FINDING** (Failure to gather education and training services data as required by the Adult Education Reporting Act)

During the prior period, the Board did not obtain information from various State agencies about education and training services provided to adult citizens in Illinois as required by the Adult Education Reporting Act.

During the current period, the Board requested and received reports from various State agencies listing all education, training and intern programs, grants, loans, or other services the agencies administer or make available to Illinois adult citizens. (Finding Code No. 06-3)

SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES

SUMMARY

Supplementary Information for State Compliance Purposes presented in this section of the report includes the following:

- Fiscal Schedules and Analysis:

- Schedule of Expenditures of Federal Awards
- Notes to the Schedule of Expenditures of Federal Awards
- Schedule of Appropriations, Expenditures and Lapsed Balances
- Comparative Schedule of Net Appropriations, Expenditures and Lapsed Balances
- Schedule of Changes in State Property
- Comparative Schedule of Cash Receipts
- Reconciliation Schedule of Cash Receipts to Deposits Remitted to the State Comptroller
- Analysis of Significant Variations in Expenditures
- Analysis of Significant Variations in Receipts
- Analysis of Significant Lapse Period Spending

- Analysis of Operations:

- Agency Functions and Planning Program
- Average Number of Employees
- Service Efforts and Accomplishments (Not Examined)
- Description of State Grant Programs
- Schedule of Grant Awards (Not Examined)

The accountants' report that covers the Supplementary Information for State Compliance Purposes presented in the Compliance Report Section states the auditors have applied certain limited procedures as prescribed by the Audit Guide as adopted by the Auditor General, except for information on the Service Efforts and Accomplishments and Schedule of Grant Awards on which they did not perform any procedures. However, the accountants do not express an opinion on the supplementary information.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF EXPEDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2008
(Expressed in Thousands)

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>Amount Provided to Subrecipients</u>
<u>U.S. Department of Education</u>			
Adult Education - State Grant Program	84.002	\$ 23,204	\$ 22,431
Passed through the Illinois State Board of Education			
Career and Technical Education - Basic Grants to States	84.048	17,307	16,754
Tech-Prep Education	84.243	3,980	3,980
<u>U.S. Department of Labor</u>			
Passed through Department of Commerce and Economic Opportunities			
WIA Adult Program	17.258	158	134
WIA Youth Activities	17.259	170	144
WIA Dislocated Workers	17.260	258	218
Incentive Grants - WIA Section 503	17.267	117	117
TOTAL		<u>\$ 45,194</u>	<u>\$ 43,778</u>

Note: The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF EXPEDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2007
(Expressed in Thousands)

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>Amount Provided to Subrecipients</u>
<u>U.S. Department of Education</u>			
Adult Education - State Grant Program	84.002	\$ 22,900	\$ 22,714
Passed through the Illinois State Board of Education			
Career and Technical Education - Basic Grants to States	84.048	18,288	17,629
Tech-Prep Education	84.243	4,290	4,083
Improving Teacher Quality State Grants	84.367	31	-
Passed through the Illinois State Board of Higher Education			
Teacher Quality Enhancement Grants	84.336	9	-
<u>US Department of Health and Human Services</u>			
Passed through the Illinois Department of Children and Family Services			
Chafee Foster Care Independence Program	93.674	109	109
<u>U.S. Department of Labor</u>			
Passed through the Department of Commerce and Economic Opportunities			
WIA Adult Program	17.258	76	76
WIA Youth Activities	17.259	76	76
WIA Dislocated Workers	17.260	112	112
Incentive Grants - WIA Section 503	17.267	902	7
TOTAL		<u>\$ 46,793</u>	<u>\$ 44,806</u>

Note: The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Two Years Ended June 30, 2008

1. GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the federal award programs administered by the State of Illinois, Community College Board (Board). The Schedule of Expenditures of Federal Awards includes the expenditure of awards received directly from federal agencies and awards passed through other State and local agencies.

The Schedule of Expenditures of Federal Awards was prepared for State compliance purposes only. A separate single audit of the Board was not conducted. A separate single audit of the entire State of Illinois (which includes the Board) was performed and released under separate cover.

2. BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards has been prepared in accordance with accounting principles generally accepted in the United States of America on the cash basis of accounting as prescribed in pronouncements issued by the Governmental Accounting Standards Board.

3. INDIRECT COSTS

In fiscal year 2006 and 2007, the Illinois Community College Board contracted with a consulting firm to update the indirect cost plan the Board utilized for its federal programs for fiscal year 2007 and 2008. The plan was submitted to the U.S. Department of Education (DOE) in December for each year. The U.S. DOE approved the rate of 22.0% in February 2006 for fiscal year 2007 and 17.4% in March 2007 for fiscal year 2008.

The Illinois Community College Board Federal Trust Fund – 0350 was created by statute through 110ILCS 805/2-16.08 to receive indirect cost monies recovered from federal programs administered by the Board. Monies in the fund are used for operating expenses of the Board, subject to appropriation by the General Assembly.

During fiscal years 2007 and 2008, \$242,727 and \$128,332, respectively, was received from the U.S. DOE and deposited by the Board into Fund 0350.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Two Years Ended June 30, 2008

4. DESCRIPTION OF SIGNIFICANT FEDERAL AWARD PROGRAMS

The following is a brief description of the significant programs included in the Schedule of Expenditures of Federal Awards:

U.S. Department of Education

A. Adult Education – State Grant Program CFDA No. 84.002

The purpose of this program is to fund local programs of adult education and literacy services, family literacy services, and English literacy and civics education programs. Participation in these programs is limited to adults and out-of-school youths aged 16 and older.

B. Career and Technical Education – Basic Grants to States CFDA No. 84.048

Basic grants to states develop more fully the academic, vocational, and technical skills of secondary and postsecondary students who elect to enroll in vocational and technical programs.

C. Tech-Prep Education CFDA No. 84.243

The purpose of this program is to distribute funds to States to enable them to provide planning and demonstration grants to consortia of local educational agencies and postsecondary educational agencies, for the development and operation of 4-year programs designed to provide a tech prep education program leading to a 2-year associate degree or a 2-year certificate and to provide, in a systematic manner, strong, comprehensive links between secondary schools and postsecondary educational institutions.

D. Teacher Quality Enhancement Grants CFDA No. 84.336

The purpose of this program is to improve student achievement; improve the quality of the current and future teaching force by improving the preparation of prospective teachers and enhancing professional development activities; hold institutions of higher education accountable for preparing teachers who have the areas in which the teachers plan to teach, such as mathematics, science, English, foreign language, history, economics, art, civics, Government, and geography, including training in the effective uses of technology in the classroom; and recruit highly qualified individuals, including individuals from other occupations, into the teacher force.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Two Years Ended June 30, 2008

E. Improving Teacher Quality State Grants CFDA No.84.367

Improving Teacher Quality State Grants provide grants to State Education Agencies on a formula basis to increase student academic achievement through strategies such as improving teacher and principle quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement.

U.S. Department of Health and Human Services

F. Chafee Foster Care Independence Program CFDA No. 93.674

The purpose of this program is to assist States and localities in establishing and carrying out programs designed to assist foster youth likely to remain in foster care until 18 years of age and youth who have left foster care because they attained 18 years of age, have not yet attained 21 years of age, to make the transition from foster care to self-sufficiency.

U.S. Department of Labor

G. WIA Adult Program CFDA No. 17.258

The purpose of this program is to improve the quality of the workforce, reduce welfare dependency, and enhance the productivity and competitiveness of the nation's economy by providing workforce investment activities that increase the employment, retention, and earnings of participants, and increase occupational skill attainment by the participants. This program is designed to increase employment, as measured by entry into unsubsidized employment, retention in unsubsidized employment after entry into employment, and earnings. For cross-cutting goals, the program intends to enhance customer satisfaction for participants and for employers. The employment goals will be measured using Unemployment Insurance Wage Records systems and customer satisfaction goals will be measured by sampling.

H. WIA Youth Activities CFDA No. 17.259

WIA Youth Activities help low income youth, between the ages of 14 and 21, acquire the educational and occupational skills, training, and support needed to achieve academic and employment success and successfully transition to careers and productive adulthood.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Two Years Ended June 30, 2008

I. WIA Dislocated Workers CFDA No. 17.260

The purpose of the program is to reemploy dislocated workers, improve the quality of the workforce, and enhance the productivity and competitiveness of the nation's economy by providing workforce investment activities that increase the employment, retention, and earnings of participants, and increase occupational skill attainment by the participants. This program is designed to increase employment, as measured by entry into unsubsidized employment, retention in unsubsidized employment after entry into employment, and earnings. For cross-cutting goals, the program intends to enhance customer satisfaction for participants and for employers. The employment goals will be measured using Unemployment Insurance Wage Records systems and customer satisfaction goals will be measured by sampling.

J. Incentive Grants – WIA Section 503 CFDA No. 17.267

The purpose of this program is to carry out innovative Programs consistent with the purposes of Title I or WIA, Title II of WIA, the Carl D. Perkins Vocational and Applied Technology Education Amendments of 1998 or a combination of two or more of these acts.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Year Ended June 30, 2008

	Appropriations (Net of Transfers)	Expenditures Through June 30	Lapse Period		Total	Balances Reappropriated July 1, 2008	Balances Lapsed August 31
			Expenditures July 1 to August 31	Expenditures 14 Months Ended August 31			
General Revenue Fund - 0001							
Personal Services	\$ 1,066,100	\$ 1,064,654	\$ 774	\$ 1,065,428	\$ -	\$ 672	
State Contributions to Social Security	15,500	14,144	11	14,155	-	1,345	
Contractual Services	345,300	282,539	13,754	296,293	-	49,007	
Travel	48,100	40,952	3,502	44,454	-	3,646	
Commodities	7,500	4,111	253	4,364	-	3,136	
Printing	9,800	4,584	58	4,642	-	5,158	
Equipment	2,000	1,590	-	1,590	-	410	
Electronic Data Processing	444,300	325,451	103,798	429,249	-	15,051	
Telecommunications	33,900	24,927	5,273	30,200	-	3,700	
Operation of Automotive Equipment	4,000	2,785	800	3,585	-	415	
East St. Louis Operations	1,500	-	-	-	-	1,500	
Educational Facility in East St. Louis	1,589,100	1,409,100	180,000	1,589,100	-	-	
Base Operating Grants	197,818,000	197,758,000	-	197,758,000	-	60,000	
Small College Grants	840,000	840,000	-	840,000	-	-	
Equalization Grants	77,383,700	77,383,700	-	77,383,700	-	-	
Retirees Health Insurance Grant	626,600	626,600	-	626,600	-	-	
Workforce Development Grants	3,311,300	3,311,300	-	3,311,300	-	-	
Student Success Grant	-	-	-	-	-	-	
P-16 Initiative Grants	2,779,000	2,775,897	-	2,775,897	-	3,103	
Adult Education and Literacy Activities							
Providers for Adult Education and Literacy	16,026,200	16,005,306	-	16,005,306	-	20,894	
Providers for Performance Based Awards	10,701,600	10,682,650	-	10,682,650	-	18,950	
Recipients of Public Assistance	8,080,500	8,060,370	18,898	8,079,268	-	1,232	
Career and Technical Education Activities	12,149,900	11,631,110	71,558	11,702,668	-	447,232	
City of Chicago Colleges for Educational Related Expenses	15,000,000	15,000,000	-	15,000,000	-	-	
Scholarships to Graduates of the Lincoln Challenge Program	120,100	95,800	7,711	103,511	-	16,589	
Costs Associated with Administering GED Tests	807,600	707,879	94,208	802,087	-	5,513	
Higher Education Shared Services	166,400	161,670	540	162,210	-	4,190	
Lincoln Land Community College Medical Training Program	-	-	-	-	-	-	
Prairie State College for Educational Related Expenses	-	-	-	-	-	-	
Latino Development and Technology Accelerator Center	-	-	-	-	-	-	
Parkland College Digital X-ray machine	-	-	-	-	-	-	

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Year Ended June 30, 2008

	Appropriations (Net of Transfers)	Expenditures Through June 30	Lapse Period		Total Expenditures 14 Months Ended August 31	Balances Reappropriated July 1, 2008	Balances Lapsed August 31
			Expenditures July 1 to August 31	Expenditures August 31			
P.A. 95-0348							
FISCAL YEAR 08							
Community College Grants	300,000	-	-	-	-	-	300,000
ParkLand College Human Clinical Mannequins	-	-	-	-	-	-	-
South Suburban College for Educational Related Expenses	-	-	-	-	-	-	-
Adult Education Grants to Community Colleges	-	-	-	-	-	-	-
Illinois Veterans Grants	7,261,500	631,936	4,854,231	5,486,167	-	-	1,775,333
Grant for ICCB	20,000	-	-	-	-	-	20,000
Career Readiness Pilot Program	750,000	727,742	13,445	741,187	-	-	8,813
Total General Revenue Fund	\$ 357,709,500	\$ 349,574,797	\$ 5,368,814	\$ 354,943,611	\$ -	\$ -	\$ 2,765,889
ICCB Instructional Development and Enhancement Applications Revolving Fund - 0070							
Costs Associated with Maintaining and Updating Instructional Technology	\$ 550,000	\$ 61,750	\$ 9,450	\$ 71,200	\$ -	\$ -	\$ 478,800
Total Instructional Development and Enhancement Applications Revolving Fund	\$ 550,000	\$ 61,750	\$ 9,450	\$ 71,200	\$ -	\$ -	\$ 478,800
SBE GED Testing Fund - 0161							
Costs Associated with Administering GED Tests	\$ 500,000	\$ 418,375	\$ -	\$ 418,375	\$ -	\$ -	\$ 81,625
Total GED Testing Fund	\$ 500,000	\$ 418,375	\$ -	\$ 418,375	\$ -	\$ -	\$ 81,625
ICCB Contracts & Grants Fund - 0339							
Awards and Grants	\$ 10,000,000	\$ 890,085	\$ 485,300	\$ 1,375,385	\$ -	\$ -	\$ 8,624,615
Total Contract & Grants Funds	\$ 10,000,000	\$ 890,085	\$ 485,300	\$ 1,375,385	\$ -	\$ -	\$ 8,624,615
AFDC Opportunities Fund - 0349							
Grants to Colleges for Workforce Training	\$ 539,000	\$ 184,627	\$ 1,058	\$ 185,685	\$ -	\$ -	\$ 353,315
Total AFDC Opportunities Fund	\$ 539,000	\$ 184,627	\$ 1,058	\$ 185,685	\$ -	\$ -	\$ 353,315
ICCB Federal Trust Fund - 0350							
Ordinary and Contingent Expenses	\$ 291,500	\$ 273,077	\$ 1,362	\$ 274,439	\$ -	\$ -	\$ 17,061
Higher Education Shared Services	108,500	105,906	-	105,906	-	-	2,594
Total Federal Trust Fund	\$ 400,000	\$ 378,983	\$ 1,362	\$ 380,345	\$ -	\$ -	\$ 19,655

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Year Ended June 30, 2008

	Appropriations (Net of Transfers)	Expenditures Through June 30	Lapse Period		Total Expenditures 14 Months Ended August 31	Balances Reappropriated July 1, 2008	Balances Lapsed August 31
			Expenditures July 1 to August 31	Expenditures August 31			
P.A. 95-0348							
FISCAL YEAR 08							
ICCB Adult Education Fund - 0692							
Adult Education and Literacy Operations	\$ 1,500,000	\$ 742,982	\$ 60,861	\$ 803,843	\$ -	\$ 696,157	
Adult Education and Literacy Providers	25,000,000	20,529,751	2,039,782	22,569,533	-	2,430,467	
Total Adult Education Fund	\$ 26,500,000	\$ 21,272,733	\$ 2,100,643	\$ 23,373,376	\$ -	\$ 3,126,624	
Career and Technical Education Fund - 0772							
Career and Technical Education Programs	\$ 23,607,100	\$ 19,783,929	\$ 2,077,007	\$ 21,860,936	\$ -	\$ 1,746,164	
Total Career and Technical Education Fund	\$ 23,607,100	\$ 19,783,929	\$ 2,077,007	\$ 21,860,936	\$ -	\$ 1,746,164	
Build Illinois Bond Fund - 0971							
Reappropriations from FY 2006 for remodeling facilities in compliance with the Americans with Disabilities Act	\$ 1,606,823	\$ -	\$ -	\$ -	\$ 1,606,823	\$ -	
Total Build Illinois Bond Fund	\$ 1,606,823	\$ -	\$ -	\$ -	\$ 1,606,823	\$ -	
Grand Total All Funds	\$ 421,412,423	\$ 392,565,279	\$ 10,043,634	\$ 402,608,913	\$ 1,606,823	\$ 17,196,687	

Note: Appropriations, expenditures, and lapsed balances were obtained from Agency records and have been reconciled to records of the State Comptroller.

**STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Year Ended June 30, 2007**

P.A. 94-798 FISCAL YEAR 07	Appropriations (Net of Transfers)	Lapse Period		Total Expenditures 14 Months Ended August 31	Balances Reappropriated July 1, 2007	Balances Lapsed August 31
		Expenditures Through June 30	Expenditures July 1 to August 31			
General Revenue Fund - 0001						
Personal Services	\$ 1,066,100	\$ 1,065,157	\$ -	\$ 1,065,157	\$ -	\$ 943
State Contributions to Social Security	14,300	14,221	-	14,221	-	79
Contractual Services	344,300	316,553	16,887	333,440	-	10,860
Travel	59,600	50,647	2,113	52,760	-	6,840
Commodities	6,500	3,044	274	3,318	-	3,182
Printing	10,200	9,622	-	9,622	-	578
Equipment	5,200	3,634	-	3,634	-	1,566
Electronic Data Processing	430,100	387,371	18,102	405,473	-	24,627
Telecommunications	32,900	28,763	2,379	31,142	-	1,758
Operation of Automotive Equipment	4,500	3,981	398	4,379	-	121
East St. Louis Operations	1,500	-	-	-	-	1,500
Educational Facility in East St Louis	1,589,100	1,518,298	70,802	1,589,100	-	-
Base Operating Grants	197,818,000	197,818,000	-	197,818,000	-	-
Small College Grants	840,000	840,000	-	840,000	-	-
Equalization Grants	77,383,700	77,383,700	-	77,383,700	-	-
Retirees Health Insurance Grant	626,600	626,600	-	626,600	-	-
Workforce Development Grants	3,311,300	3,311,300	-	3,311,300	-	-
Student Success Grant	3,000,000	3,000,000	-	3,000,000	-	-
P-16 Initiative Grants	2,779,000	2,779,000	-	2,779,000	-	-
Adult Education and Literacy Activities						
Providers for Adult Education and Literacy	16,026,200	16,026,199	-	16,026,199	-	1
Providers for Performance Based Awards	10,701,600	10,700,364	-	10,700,364	-	1,236
Recipients of Public Assistance	8,080,500	8,068,054	12,446	8,080,500	-	-
Career and Technical Education Activities	12,149,900	11,897,243	203,394	12,100,637	-	49,263
City of Chicago Colleges for Educational Related Expenses	15,000,000	15,000,000	-	15,000,000	-	-
Scholarships to Graduates of the Lincoln Challenge Program	120,100	109,978	2,000	111,978	-	8,122
Costs Associated with Administering GED Tests	807,600	603,924	46,156	650,080	-	157,520
Higher Education Shared Services	174,700	165,946	6,996	172,942	-	1,758
Lincoln Land Community College Medical Training Program	250,000	250,000	-	250,000	-	-
Prairie State College for Educational Related Expenses	300,000	300,000	-	300,000	-	-
Latino Development and Technology Accelerator Center	150,000	-	150,000	150,000	-	-
Community College Grants	300,000	300,000	-	300,000	-	-
ParkLand College Digital X-ray machine	30,000	30,000	-	30,000	-	-
ParkLand College Human Clinical Mannequins	150,000	150,000	-	150,000	-	-
South Suburban College for Educational Related Expenses	250,000	250,000	-	250,000	-	-

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Year Ended June 30, 2007

	Appropriations (Net of Transfers)	Expenditures Through June 30	Lapse Period		Total Expenditures 14 Months Ended August 31	Balances Reappropriated July 1, 2007	Balances Lapsed August 31
			Expenditures July 1 to August 31	Expenditures August 31			
P.A. 94-798							
FISCAL YEAR 07							
Adult Education Grants to Community Colleges	120,000	70,000	-	70,000	-	50,000	
Illinois Veterans Grants	-	-	-	-	-	-	
Grant for ICCB	-	-	-	-	-	-	
Career Readiness Pilot Program	-	-	-	-	-	-	
Total General Revenue Fund	\$ 353,933,500	\$ 352,781,599	\$ 831,947	\$ 353,613,546	\$ -	\$ 319,954	
ICCB Instructional Development and Enhancement Applications							
Revolving Fund - 0070							
Costs Associated with Maintaining and Updating Instructional Technology	\$ 550,000	\$ 24,250	\$ -	\$ 24,250	\$ -	\$ 525,750	
Total Instructional Development and Enhancement Applications Revolving Fund	\$ 550,000	\$ 24,250	\$ -	\$ 24,250	\$ -	\$ 525,750	
SBE GED Testing Fund - 0161							
Costs Associated with Administering GED Tests	\$ 500,000	\$ 456,887	\$ -	\$ 456,887	\$ -	\$ 43,113	
Total GED Testing Fund	\$ 500,000	\$ 456,887	\$ -	\$ 456,887	\$ -	\$ 43,113	
ICCB Contracts & Grants Fund - 0339							
Awards and Grants	\$ 10,000,000	\$ 345,423	\$ 152,996	\$ 498,419	\$ -	\$ 9,501,581	
Total Contract & Grants Funds	\$ 10,000,000	\$ 345,423	\$ 152,996	\$ 498,419	\$ -	\$ 9,501,581	
AFDC Opportunities Fund - 0349							
Grants to Colleges for Workforce Training	\$ 539,000	\$ 156,123	\$ 1,204	\$ 157,327	\$ -	\$ 381,673	
Total AFDC Opportunities Fund	\$ 539,000	\$ 156,123	\$ 1,204	\$ 157,327	\$ -	\$ 381,673	
ICCB Federal Trust Fund - 350							
Ordinary and Contingent Expenses	\$ 291,500	\$ 263,416	\$ 5,572	\$ 268,988	\$ -	\$ 22,512	
Higher Education Shared Services	108,500	107,329	387	107,716	-	784	
Total Federal Trust Fund	\$ 400,000	\$ 370,745	\$ 5,959	\$ 376,704	\$ -	\$ 23,296	
ICCB Adult Education Fund - 0692							
Adult Education and Literacy Operations	\$ 1,500,000	\$ 1,061,183	\$ 30,342	\$ 1,091,525	\$ -	\$ 408,475	
Adult Education and Literacy Providers	25,000,000	20,314,418	2,268,023	22,582,441	-	2,417,559	
Total Adult Education Fund	\$ 26,500,000	\$ 21,375,601	\$ 2,298,365	\$ 23,673,966	\$ -	\$ 2,826,034	
Career and Technical Education Fund - 0772							
Career and Technical Education Programs	\$ 23,607,100	\$ 20,650,993	\$ 1,551,240	\$ 22,202,233	\$ -	\$ 1,404,867	
Total Career and Technical Education Fund	\$ 23,607,100	\$ 20,650,993	\$ 1,551,240	\$ 22,202,233	\$ -	\$ 1,404,867	

STATE OF ILLINOIS
 COMMUNITY COLLEGE BOARD
SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
 For the Fiscal Year Ended June 30, 2007

	Appropriations (Net of Transfers)	Expenditures Through June 30	Lapse Period		Total Expenditures 14 Months Ended August 31	Balances Reappropriated July 1, 2007	Balances Lapsed August 31
			Expenditures July 1 to August 31	Expenditures August 31			
P.A. 94-798							
FISCAL YEAR 07							
Build Illinois Bond Fund - 0971							
Reappropriations from FY 2006 for remodeling facilities in compliance with the Americans with Disabilities Act	\$ 1,606,823	\$ -	\$ -	\$ -	\$ -	\$ 1,606,823	\$ -
Total Build Illinois Bond Fund	\$ 1,606,823	\$ -	\$ -	\$ -	\$ -	\$ 1,606,823	\$ -
Grand Total All Funds	\$ 417,636,423	\$ 396,161,621	\$ 4,841,711	\$ 401,003,332	\$ 1,606,823	\$ 15,026,268	

Note: Appropriations, expenditures, and lapsed balances were obtained from Agency records and have been reconciled to records of the State Comptroller.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30,

	Fiscal Year		
	2008	2007	2006
	P.A. 95-0348	P.A. 94-798	P.A. 94-0015
General Revenue Fund - 0001			
Appropriations (Net of Transfers)	\$ 357,709,500	\$ 353,933,500	\$ 347,192,600
<u>Expenditures</u>			
Personal Services	\$ 1,065,428	\$ 1,065,157	\$ 1,175,448
State Contributions to Social Security	14,155	14,221	15,582
Contractual Services	296,293	333,440	346,162
Travel	44,454	52,760	66,536
Commodities	4,364	3,318	5,238
Printing	4,642	9,622	6,050
Equipment	1,590	3,634	1,517
Electronic Data Processing	429,249	405,473	420,961
Telecommunications	30,200	31,142	33,934
Operation of Automotive Equipment	3,585	4,379	7,234
Educational Facility in East St Louis	1,589,100	1,589,100	1,552,305
Base Operating Grants	197,758,000	197,818,000	191,837,100
Base Operating Grants - Hold Harmless	-	-	5,507,500
Small College Grants	840,000	840,000	780,000
Equalization Grants	77,383,700	77,383,700	76,617,500
Retirees Health Insurance Grant	626,600	626,600	626,600
Workforce Development Grants	3,311,300	3,311,300	3,311,300
Student Success Grant	-	3,000,000	-
P-16 Initiative Grants	2,775,897	2,779,000	2,278,757
Adult Education and Literacy Activities			
Providers for Adult Education and Literacy	16,005,306	16,026,199	15,815,748
Providers for Performance Based Awards	10,682,650	10,700,364	10,482,361
Recipients of Public Assistance	8,079,268	8,080,500	7,922,096
Career and Technical Education Activities	11,702,668	12,100,637	11,792,463
City of Chicago Colleges for Educational Related Expenses	15,000,000	15,000,000	15,000,000
Scholarships to Graduates of the Lincoln Challenge Program	103,511	111,978	96,526
Costs Associated with Administering GED Tests	802,087	650,080	570,784
Higher Education Shared Services	162,210	172,942	-
Lincoln Land Community College Medical Training Program	-	250,000	250,000
Joliet Junior College Adult Education Division	-	-	20,000
Prairie State College for Educational Related Expenses	-	300,000	-
Latino Development and Technology Accelerator Center	-	150,000	-
Community College Grants	-	300,000	330,000
ParkLand College Digital X-ray machine	-	30,000	-
ParkLand College Human Clinical Mannequins	-	150,000	-
South Suburban College for Educational Related Expenses	-	250,000	-
Adult Education Grants to Community Colleges	-	70,000	-
Illinois Veterans Grants	5,486,167	-	-
Career Readiness Pilot Program	741,187	-	-
Total Expenditures	<u>\$ 354,943,611</u>	<u>\$ 353,613,546</u>	<u>\$ 346,869,702</u>
Lapsed Balances	<u>\$ 2,765,889</u>	<u>\$ 319,954</u>	<u>\$ 322,898</u>

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30,

	Fiscal Year		
	2008	2007	2006
ICCB Instructional Development and Enhancement Applications Revolving Fund - 0070			
Appropriations (Net of Transfers)	\$ 550,000	\$ 550,000	\$ 550,000
Costs Associated with Maintaining and Updating Instructional Technology	71,200	24,250	47,860
Total Expenditures	<u>\$ 71,200</u>	<u>\$ 24,250</u>	<u>\$ 47,860</u>
Lapsed Balances	<u>\$ 478,800</u>	<u>\$ 525,750</u>	<u>\$ 502,140</u>
SBE GED Testing Fund - 0161			
Appropriations (Net of Transfers)	\$ 500,000	\$ 500,000	\$ 500,000
Costs Associated with Administering GED Tests	418,375	456,887	410,729
Total Expenditures	<u>\$ 418,375</u>	<u>\$ 456,887</u>	<u>\$ 410,729</u>
Lapsed Balances	<u>\$ 81,625</u>	<u>\$ 43,113</u>	<u>\$ 89,271</u>
ICCB Contracts & Grants Fund - 0339			
Appropriations (Net of Transfers)	\$ 10,000,000	\$ 10,000,000	\$ 15,000,000
Awards and Grants	1,375,385	498,419	2,589,406
Total Expenditures	<u>\$ 1,375,385</u>	<u>\$ 498,419</u>	<u>\$ 2,589,406</u>
Lapsed Balances	<u>\$ 8,624,615</u>	<u>\$ 9,501,581</u>	<u>\$ 12,410,594</u>
AFDC Opportunities Fund - 0349			
Appropriations (Net of Transfers)	\$ 539,000	\$ 539,000	\$ 775,000
Grants to Colleges for Workforce Training	185,685	157,327	231,390
Total Expenditures	<u>\$ 185,685</u>	<u>\$ 157,327</u>	<u>\$ 231,390</u>
Lapsed Balances	<u>\$ 353,315</u>	<u>\$ 381,673</u>	<u>\$ 543,610</u>
ICCB Federal Trust Fund - 0350			
Appropriations (Net of Transfers)	\$ 400,000	\$ 400,000	\$ 400,000
Ordinary and Contingent Expenses	274,439	268,988	207,716
Higher Education Shared Services	105,906	107,716	-
Total Expenditures	<u>\$ 380,345</u>	<u>\$ 376,704</u>	<u>\$ 207,716</u>
Lapsed Balances	<u>\$ 19,655</u>	<u>\$ 23,296</u>	<u>\$ 192,284</u>

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
COMPARATIVE SCHEDULE OF NET APPROPRIATIONS, EXPENDITURES AND LAPSED BALANCES
For the Fiscal Years Ended June 30,

	Fiscal Year		
	2008	2007	2006
ICCB Adult Education Fund - 0692			
Appropriations (Net of Transfers)	\$ 26,500,000	\$ 26,500,000	\$ 31,367,200
Adult Education and Literacy Operations	803,843	1,091,525	1,127,102
Adult Education and Literacy Providers	22,569,533	22,582,441	22,545,001
Total Expenditures	<u>\$ 23,373,376</u>	<u>\$ 23,673,966</u>	<u>\$ 23,672,103</u>
Lapsed Balances	<u>\$ 3,126,624</u>	<u>\$ 2,826,034</u>	<u>\$ 7,695,097</u>
Career and Technical Education Fund - 0772			
Appropriations (Net of Transfers)	\$ 23,607,100	\$ 23,607,100	\$ 22,207,100
Career and Technical Education Programs	21,860,936	22,202,233	21,787,093
Total Expenditures	<u>\$ 21,860,936</u>	<u>\$ 22,202,233</u>	<u>\$ 21,787,093</u>
Lapsed Balances	<u>\$ 1,746,164</u>	<u>\$ 1,404,867</u>	<u>\$ 420,007</u>
Build Illinois Bond Fund - 0971			
Appropriations (Net of Transfers)	\$ 1,606,823	\$ 1,606,823	\$ 1,764,268
Grants for Americans with Disabilities			
Act compliance - reappropriations	-	-	157,445
Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157,445</u>
Reappropriations	<u>\$ 1,606,823</u>	<u>\$ 1,606,823</u>	<u>\$ 1,606,823</u>
Lapsed Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Grand Total All Funds			
Appropriations (Net of Transfer)	\$ 421,412,423	\$ 417,636,423	\$ 419,756,168
Expenditures	402,608,913	401,003,332	395,973,444
Reappropriations	1,606,823	1,606,823	1,606,823
Lapsed Balances	<u>\$ 17,196,687</u>	<u>\$ 15,026,268</u>	<u>\$ 22,175,901</u>

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF CHANGES IN STATE PROPERTY
For the Two Years Ended June 30, 2008

	Equipment
Balance at July 1, 2006	\$ 1,106,767
Additions	116,660
Deletions	(87,239)
Net Transfers	-
Balance at June 30, 2007	\$ 1,136,188
Balance at July 1, 2007	\$ 1,136,188
Additions	130,440
Deletions	(69,935)
Net Transfers	(25,030)
Balance at June 30, 2008	\$ 1,171,663

Note: The above schedule has been derived from Community College Board records which have been reconciled to property reports submitted to the Office of the Comptroller.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
COMPARATIVE SCHEDULE OF CASH RECEIPTS
For the Fiscal Years Ended June 30,

	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Revenue Fund - 0001			
Miscellaneous	\$ -	\$ -	\$ 540
Telephone Reimbursements	400	-	-
	<u>400</u>	<u>-</u>	<u>-</u>
Total General Revenue Fund	<u>\$ 400</u>	<u>\$ -</u>	<u>\$ 540</u>
Instructional Development & Enhancement Applications Revolving Fund (IDEA) - 0070			
Grant Allocations from Other States	<u>\$ 61,750</u>	<u>\$ 24,250</u>	<u>\$ 47,860</u>
Total IDEA Fund	<u>\$ 61,750</u>	<u>\$ 24,250</u>	<u>\$ 47,860</u>
GED Testing Fund - 0161			
Grant Allocations from Illinois State Board of Education	\$ 344,084	\$ 375,434	\$ 356,041
Grant Allocations from Illinois Department of Education	-	750	-
	<u>-</u>	<u>750</u>	<u>-</u>
Total GED Testing Fund	<u>\$ 344,084</u>	<u>\$ 376,184</u>	<u>\$ 356,041</u>
Contracts and Grants Fund - 0339			
Grant Allocations from DCFS	\$ -	\$ 41,800	\$ 173,198
Grant Allocations from DCEO	702,618	1,081,565	1,289,973
Grant Allocations from Other Organizations or Individuals	625,000	376,200	436,453
	<u>625,000</u>	<u>376,200</u>	<u>436,453</u>
Total Contracts and Grants Fund	<u>\$ 1,327,618</u>	<u>\$ 1,499,565</u>	<u>\$ 1,899,624</u>
Federal Trust Fund - 0350			
Indirect Cost Reimbursements from U.S. Department of Education	<u>\$ 128,332</u>	<u>\$ 242,727</u>	<u>\$ 261,352</u>
Total Federal Trust Fund	<u>\$ 128,332</u>	<u>\$ 242,727</u>	<u>\$ 261,352</u>

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
COMPARATIVE SCHEDULE OF CASH RECEIPTS
For the Fiscal Years Ended June 30,

	<u>2008</u>	<u>2007</u>	<u>2006</u>
Adult Education Fund - 0692			
Grant Allocations from U.S. Department of Education	<u>\$ 23,547,685</u>	<u>\$ 23,012,112</u>	<u>\$ 23,413,480</u>
Total Adult Education Fund	<u>\$ 23,547,685</u>	<u>\$ 23,012,112</u>	<u>\$ 23,413,480</u>
Career and Technical Education Fund (CTE) - 0772			
Transfers from Illinois State Board of Education	\$ 21,349,619	\$ 22,085,864	\$ 20,664,619
Grantee Interest Income	<u>-</u>	<u>-</u>	<u>701</u>
Total CTE Fund	<u>\$ 21,349,619</u>	<u>\$ 22,085,864</u>	<u>\$ 20,665,320</u>
Total Receipts	<u><u>\$ 46,759,488</u></u>	<u><u>\$ 47,240,702</u></u>	<u><u>\$ 46,644,217</u></u>

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
RECONCILIATION SCHEDULE OF CASH RECEIPTS TO DEPOSITS
REMITTED TO THE STATE COMPTROLLER
For the Fiscal Year Ended June 30, 2008

	General Revenue Fund 0001	IDEA Revolving Fund 0070	GED Testing Fund 0161	Contracts and Grants Fund 0339	Federal Trust Fund 0350	Adult Education Fund 0692	Career and Technical Education Fund 0772
Telephone Reimbursements	\$ 400	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grant Allocations	25,281,137	61,750	344,084	1,327,618	-	23,547,685	-
Indirect Cost Reimbursements	-	-	-	-	128,332	-	-
Transfers from Board of Education	-	-	-	-	-	-	21,349,619
Total - Per Agency Records	\$ 400	\$ 61,750	\$ 344,084	\$ 1,327,618	\$ 128,332	\$ 23,547,685	\$ 21,349,619
Prior Year Refunds	\$ 330,520	-	\$ 53,493	\$ 754	-	\$ 32,047	\$ 18,273
Prior Year Refunds in Transit	-	-	-	-	-	-	-
Beginning of Period	-	-	-	-	-	-	-
End of Period	-	-	-	-	-	-	-
Deposits in Transit to Comptroller	-	-	-	-	15,923	-	-
Beginning of Period	21,241	-	5,318	-	-	-	-
End of Period	5,609	-	5,459	-	-	-	-
Total - Per State Comptroller Records	\$ 226,203	\$ 61,750	\$ 397,436	\$ 1,328,372	\$ 144,255	\$ 23,579,732	\$ 21,367,892

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
RECONCILIATION SCHEDULE OF CASH RECEIPTS TO DEPOSITS
REMITTED TO THE STATE COMPTROLLER
For the Fiscal Year Ended June 30, 2007

	General Revenue Fund 0001	IDEA Revolving Fund 0070	GED Testing Fund 0161	Contracts and Grants Fund 0339	Federal Trust Fund 0350	Adult Education Fund 0692	Career and Technical Education Fund 0772
Telephone Reimbursements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grant Allocations	24,912,111	24,250	376,184	1,499,565	-	23,012,112	-
Indirect Cost Reimbursements	242,727	-	-	-	242,727	-	-
Transfers from Board of Education	22,085,864	-	-	-	-	-	22,085,864
Total - Per Agency Records	\$ 47,240,702	\$ 24,250	\$ 376,184	\$ 1,499,565	\$ 242,727	\$ 23,012,112	\$ 22,085,864
Prior Year Refunds	\$ 445,218	\$ -	\$ -	\$ 205,392	\$ -	\$ 17,977	\$ 24,413
Prior Year Refunds in Transit							
Beginning of Period	45,771	-	-	10	-	-	-
End of Period	-	-	-	-	-	-	-
Deposits in Transit to Comptroller							
Beginning of Period	-	-	6,175	-	15,996	-	-
End of Period	-	-	5,318	-	15,923	-	-
Total - Per State Comptroller Records	\$ 243,207	\$ 24,250	\$ 377,041	\$ 1,704,967	\$ 242,800	\$ 23,030,089	\$ 22,110,277

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES
For the Two Years Ended June 30, 2008

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES BETWEEN FISCAL YEARS 2007 AND 2008

General Revenue Fund - 0001

Student Success Grant

The decrease in Student Success Grant expenditures was due to this being a one time grant in fiscal year 2007.

GED Test Administering

The increase in GED Test Administering expenditures was due to the General Assembly increasing the funding to allow for more testing.

Lincoln Land Grant

The decrease in Lincoln Land expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

Prairie State Grant

The decrease in Prairie State Grant expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

Latino Development Grant

The decrease in Latino Development Grant expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

Community College Grants

The decrease in Community College Grant expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

Parkland College Digital X-ray Machine Grant

The decrease in Parkland College Digital X-ray Machine Grant expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

Parkland College Human Clinical Mannequins Grant

The decrease in Parkland College Human Clinical Mannequins Grant expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

South Suburban Grant

The decrease in South Suburban Grant expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES
For the Two Years Ended June 30, 2008

Adult Education Grants to Community Colleges

The decrease in Adult Education Grants to Community College expenditures was due to the General Assembly not funding this grant in fiscal year 2008.

Illinois Veterans Grants

The increase in Illinois Veterans Grants expenditures was due to a General Assembly new initiative in fiscal year 2008.

Career Readiness Program

The increase in Career Readiness Program expenditures was due to a General Assembly new initiative in fiscal year 2008.

ICCB Instructional Development and Enhancement Applications Revolving Fund – 0070

Costs Associated with Maintaining and Updating Instructional Technology

The increase in costs associated with maintaining and updating instructional technology was due to fluctuations that occur every year based on grant funding.

ICCB Contracts and Grants Fund - 0339

Awards and Grants

The increase in Awards and Grants expenditures was due to fluctuations that occur every year based on grant funding.

ICCB Adult Education Fund - 0692

Adult Education and Literacy Operations

The decrease in Adult Education and Literacy Operations Expenditures was due to a decrease in staffing and related personal service expenditures.

ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES BETWEEN FISCAL YEARS 2006 AND 2007

General Revenue Fund - 0001

Travel

The decrease in travel expenditures was due to key personnel who were frequent travelers no longer with the Board and budget constraints.

Base Operating Grants - Hold Harmless Grant

The decrease in Hold Harmless Grant expenditures was due to this being a one time grant in fiscal year 2006.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES
For the Two Years Ended June 30, 2008

Student Success Grant

The increase in Student Success Grant expenditures was due to a General Assembly new initiative in fiscal year 2007.

P-16 Initiative Grants

The increase in P-16 Initiative Grants expenditures was due to the General Assembly increasing funding and the timing of payment requests from grantees.

Higher Education Shared Services

The increase in Higher Education Shared Services expenditures was due to this being the first year of funding for the Shared Services program.

Joliet Junior College Grant

The decrease in Joliet Junior College Grant expenditures was due to the General Assembly not funding this grant in fiscal year 2007.

Prairie State Grant

The increase in Prairie State Grant expenditures was due to a General Assembly new initiative in fiscal year 2007.

Latino Development Grant

The increase Latino Development Grant expenditures was due to a General Assembly new initiative in fiscal year 2007.

Parkland College Grants

The increase in Parkland College Grant expenditures was due to a General Assembly new initiative in fiscal year 2007.

South Suburban College Grant

The increase in South Suburban College Grant expenditures was due to a General Assembly new initiative in fiscal year 2007.

Adult Education Grants to Community Colleges

The increase in Adult Education Grants to Community Colleges expenditures was due to a General Assembly new initiative in fiscal year 2007.

ICCB Instructional Development and Enhancement Applications Revolving Fund – 0070
Costs Associated with Maintaining and Updating Instructional Technology

The decrease in costs associated with maintaining and updating instructional technology was due to yearly fluctuations based on grant funding.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF SIGNIFICANT VARIATIONS IN EXPENDITURES
For the Two Years Ended June 30, 2008

ICCB Contracts and Grants Fund – 0339

Awards and Grants

The decrease in Instructional Development Fund was due to yearly fluctuations based on grant funding.

AFDC Opportunities Fund – 0349

Grants to Colleges for Workforce Training

The decrease in ICCB Contracts and Grants Fund expenditures was due to the decreased use of this fund and the transfer of expenses to the General Revenue Fund.

ICCB Federal Trust Fund - 0350

Ordinary and Contingent Expenses

The increase in Ordinary and Contingent expenses was due to the increase in indirect cost expenses during fiscal year 2007.

Higher Education Shared Services

The increase in Higher Education Shared Services Expenditures was due to this being the first year of funding for the Shared Services program.

Build Illinois Bond Fund - 0971

Grants for Americans with Disabilities Act Compliance- reappropriations

The decrease in Build Illinois Bond Fund expenditures was due to the Governor's Office of Management and Budget not releasing funds for fiscal year 2007.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS
For the Two Years Ended June 30, 2008

ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS BETWEEN FISCAL YEARS 2008 AND 2007

General Revenue Fund - 0001

Telephone Reimbursements

The increase in telephone reimbursements was due to an employee reimbursing the Board in January 2008 for personal telephone calls place during January 2006 through October 2007.

Instructional Development and Enhancement Applications Revolving Fund - 0070

Grant Allocations from Other States

The increase in grant allocations from other states was due to the increase of maintenance and updating of instructional technologies.

State Board of Education's General Education Degree Testing Fund - 0161

Grant Allocations from the Illinois Department of Corrections (IDOC)

The increase in grant allocations from IDOC was due to the Board accepting a one-time payment during fiscal year 2007 for General Education Degree related monies usually remitted to ISBE.

Contracts and Grants Fund - 0339

Grant Allocations from the Illinois Department of Children and Family Services (IDCFS)

The decrease in grant allocations from IDCFS was due to the termination of the grant.

Grant Allocations from the Illinois Department of Commerce and Economic Opportunity (IDCEO)

The decrease in grant allocations from IDCEO was due to the timing of monies received for various grants.

Grant Allocations from Other Organizations or Individuals

The increase in grant allocations from other organizations or individuals was due to the timing of monies received from the Joyce Foundation grant.

Federal Trust Fund -0350

Indirect Cost Reimbursements from the U.S. Department of Education (USDE)

The decrease in indirect cost reimbursements from USDE was due to the Indirect Cost Rate decreasing from 22% during fiscal year 2007 to 17.4% during fiscal year 2008.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS
For the Two Years Ended June 30, 2008

ANALYSIS OF SIGNIFICANT VARIATIONS IN RECEIPTS BETWEEN FISCAL YEARS 2007 AND 2006

General Revenue Fund - 0001

Miscellaneous

The decrease in miscellaneous receipts was due to no monies, such as jury duty and copy or printing reimbursements, being received.

Instructional Development and Enhancement Applications Revolving Fund - 0070

Grant Allocations from Other States

The decrease in grant allocations from other states was due to the decrease of maintenance and updating of instructional technologies.

State Board of Education's General Education Degree Testing Fund - 0161

Grant Allocations from the Illinois Department of Corrections (IDOC)

The increase in grant allocations from IDOC was due to the Board accepting a one-time payment during fiscal year 2007 for General Education Degree related monies usually remitted to Illinois State Board of Education.

Contracts and Grants Fund - 0339

Grant Allocations from the Illinois Department of Children and Family Services (IDCFS)

The decrease in grant allocations from IDCFS was due to the termination of the grant during fiscal year 2006. Monies received during fiscal year 2007 were for fiscal year 2006 lapse period expenditures.

Grant Allocations from the Illinois Department of Commerce and Economic Opportunity (IDCEO)

The decrease in grant allocations from IDCEO was due to the timing of monies received for various grants.

Grant Allocations from Other Organizations or Individuals

The decrease in grant allocations from other organizations or individuals was due to the termination of the Illinois Community College Online and Paraprofessional grants.

Career and Technical Education Fund - 0772

Grantee Interest Income

The decrease in grantee interest income was due to more restrictive guidelines allowing less time for grantees to hold federal funds.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF SIGNIFICANT LAPSE PERIOD SPENDING
For the Two Years Ended June 30, 2008

FISCAL YEAR 2008

General Revenue Fund – 0001

Electronic Data Processing

Electronic Data Processing expenditures totaling \$103,798 during the lapse period was primarily due to the purchase of video equipment late in the fiscal year. The related invoices were not processed until the lapse period.

Illinois Veterans Grants

Illinois Veterans Grant expenditures totaling \$4,854,231 during the lapse period was primarily due to the timing of the receipt of billings from Illinois Student Assistance Commission for tuition and fees for veterans attending college in Illinois. The related invoices were not processed until the lapse period.

ICCB Contracts and Grants Fund – 0339

Awards and Grants

Awards and Grants expenditures totaling \$485,300 during the lapse period was primarily due to payments to providers that submitted requests for payment or final reports late in the fiscal year. The related invoices were not processed until the lapse period.

FISCAL YEAR 2007

General Revenue Fund – 0001

Latino Development and Technology Accelerator Center

Latino Development and Technology Accelerator Center expenditures totaling \$150,000 during the lapse period was primarily due to receiving the invoices late in the fiscal year. The related invoices were not processed until the lapse period.

Community College Grants

Community College Grant expenditures totaling \$300,000 during the lapse period was primarily due to the timing of the grants fund usage and payments to colleges. The related invoices were not processed until the lapse period.

ICCB Contracts and Grants Fund – 0339

Awards and Grants

Awards and Grants expenditures totaling \$152,996 during the lapse period was primarily due to payments to providers that submitted requests for payment or final reports late in the fiscal year. The related invoices were not processed until the lapse period.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF OPERATIONS
For the Two Fiscal Years Ended June 30, 2008

FUNCTIONS AND PLANNING PROGRAM

The Illinois Community College Board (Board) was established in 1965 to administer the Public Community College Act (Act) (110 ILCS 805) in order to create a system of community colleges that would be accessible to every resident of Illinois. Today, the Illinois community college system covers the entire State with 48 community colleges and one multi-community college center in 39 community college districts.

The Board members at June 30, 2008 were as follows:

- Guy Alongi, Chair
- Suzanne Morris, Vice Chair
- Dianne Meeks
- Rudolph Papa
- Thomas Pulver
- Judith Rake
- Jake Rendleman
- Christopher Brunson
- Addison Woodward, Jr.

Functions

The Board has the following powers and duties as defined by the Public Community College Act (110 ILCS 805/2-1 et seq.).

1. Provide Statewide planning for community colleges as institutions of higher education and coordinate the programs, services and activities of all community colleges in the State so as to encourage and establish a system of locally initiated and administered comprehensive community colleges;
2. Organize and conduct feasibility surveys for new community colleges or for the inclusion of existing institutions as community colleges and the locating of new institutions;
3. Approve all locally held funded capital projects for which no State monies are required, in accordance with standards established by rule;
4. Cooperate with the community colleges in continuing studies of student characteristics, admission standards, grading policies, performance of transfer

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF OPERATIONS
For the Two Fiscal Years Ended June 30, 2008

students, qualification and certification of facilities, and any other problems of community college education;

5. Enter into contracts with other governmental agencies and eligible providers; to accept Federal funds, and to plan with other State agencies when appropriate for the allocation of such Federal funds for instructional programs and student services including such funds for vocational and technical education and retraining as may be allocated by State and Federal agencies for the aid of community colleges; to receive, receipt for, hold in trust, expend and administer for all purposes of this Act, funds and other aid made available by the Federal government or by other agencies public or private, subject to appropriation by the General Assembly;
6. Determine efficient and adequate standards for community colleges for the physical plant, heating, lighting, ventilation, sanitation, safety, equipment and supplies, instruction and teaching, curriculum, library, operation, maintenance, administration and supervision, and to grant recognition certificates to community colleges meeting such standards;
7. Determine the standards for establishment of community colleges and the proper location of the site in relation to existing institutions of higher education offering academic, occupational and technical training curricula, possible enrollment, assessed valuation, industrial, business, agricultural, and other conditions reflecting educational needs in the area to be served; however, no community college may be considered as being recognized nor may the establishment of any community college be authorized in any district which shall be deemed inadequate for the maintenance, in accordance with the desirable standards thus determined, of a community college offering the basic subjects of general education and suitable vocational and semiprofessional and technical curricula;
8. Approve or disapprove new units of instruction, research or public service submitted by the Boards of Trustees of the respective community college districts of this State. The State Board may discontinue programs which fail to reflect the educational needs of the area being served. The community college district shall be granted 60 days following the State Board staff recommendation and prior to the State Board's action to respond to concerns regarding the program in question. If the State Board acts to abolish a community college program, the community college district has a right to appeal the decision in accordance with administrative rules promulgated by the State Board under the provision of the Illinois Administrative Procedure Act;

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF OPERATIONS
For the Two Fiscal Years Ended June 30, 2008

9. Participate in, to recommend approval or disapproval, and to assist in the coordination of the programs of community colleges participating in programs of inter-institutional cooperation with other public or nonpublic institutions of higher education. If the State Board does not approve a particular cooperative agreement, the community college district has a right to appeal the decision in accordance with administrative rules promulgated by the State Board under the provisions of the Illinois Administrative Procedure Act;
10. Establish guidelines regarding sabbatical leaves;
11. Establish guidelines for the admission into special appropriate programs conducted or created by the community colleges for elementary and secondary school dropouts who have received truant status from the school districts of this State in compliance with Section #26-14 of the School Code;
12. Conduct a study of community college teacher education courses to determine how the community college system can increase its participation in the preparation of elementary and secondary teachers;
13. Establish uniform financial accounting and reporting standards and principles for community colleges and develop procedures and systems for community colleges for reporting financial data to the State Board;
14. Create and participate in the conduct and operation of any corporation, joint venture, partnership, association, or other organizational entity that has the power (a) to acquire land, buildings, and other capital equipment for the use and benefit of the community colleges or their students; (b) to accept gifts and make grants for the use and benefit of the community colleges or their students; (c) to aid in the instruction and education of students of community colleges; and (d) to promote activities to acquaint members of the community with the facilities of the various community colleges;
15. Ensure the effective teaching of adults and to prepare them for success in employment and lifelong learning adult basic education, adult secondary / general education development, English as a second language, and any other instruction

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF OPERATIONS
For the Two Fiscal Years Ended June 30, 2008

designed to prepare adult students to function successfully in society and to experience success in post secondary education and the world of work; and

16. Supervise the administration of adult education and adult literacy programs, to establish the standards for such courses of instruction and supervise the administration thereof, to contract with other State and local agencies and eligible providers, for the purpose of promoting and establishing classes for instruction under these programs, to contract with other State and local agencies to accept and expend appropriations for educational purposes to reimburse local eligible providers for the cost of these programs, and to establish an advisory council consisting of all categories of eligible providers, agency partners, and other stakeholders to identify, deliberate, and make recommendations to the State Board on adult education policy and priorities.

Planning Program

The Board coordinated a Strategic Plan (Plan) entitled “Promise for Illinois Revisited” for the Illinois Community College System in 2001, which was last evaluated in 2006. The Plan is a product of discussions with thousands of individuals which occurred across the State of Illinois with community, business, and labor leaders, executive branch and legislative leaders, workforce and economic development entities, educational partners, and representatives from all groups within the community college system.

The Plan includes the following six pledges, which serve as representations by the Board as items of action:

1. Emphasize high quality in all programs, services, and operations;
2. Deliver accessible and affordable learning opportunities for all residents of Illinois;
3. Address workforce and economic development needs with flexible, responsive, and progressive programs;
4. Offer rigorous courses, programs, and services designed to enable students to transition from one learning environment and level to another;
5. Enhance Adult Education and Literacy programs necessary for individuals and families to have high quality standards of living in Illinois; and
6. Provide programs and services to assist students succeed in their educational endeavors.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
ANALYSIS OF OPERATIONS
For the Two Fiscal Years Ended June 30, 2008

AVERAGE NUMBER OF EMPLOYEES

The following table, prepared from Agency records, presents the average number of employees, by function, for the Fiscal Years ended June 30,

<u>Division</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Central Office	24	25	24
Federal Trust	4	5	3
Adult Education & GED	10	11	10
Career & Technical Education	6	6	6
Workforce Development	<u>2</u>	<u>1</u>	<u>2</u>
Total average full-time employees	<u>46</u>	<u>48</u>	<u>45</u>

STATE OF ILLINOIS
 COMMUNITY COLLEGE BOARD
SERVICE EFFORTS AND ACCOMPLISHMENTS
 For the Two Years Ended June 30, 2008
 (Not Examined)

SERVICE EFFORTS AND ACCOMPLISHMENTS

The Illinois Community College Board (Board) is the Statewide coordinating board for the Illinois Community College System (System). Its mission is to administer the Public Community College Act in a manner that maximizes the ability of community college districts to serve their communities, to promote Systemwide cooperation, and to accommodate State of Illinois initiatives that are appropriate for community colleges.

As an integral part of the State's system of higher education, community colleges are committed to providing high-quality, accessible, and cost effective educational opportunities for the individuals and the communities they serve. The System covers the entire state with forty eight colleges and one multi-community college center in thirty nine districts. Community colleges serve nearly one million Illinois residents each year in credit and noncredit courses.

<u>Output Indicators</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Fall Term Headcount Enrollment:			
Community College System Total	347,277	350,508	352,824
Twelve-Month Unduplicated Headcount:			
All Students Enrolled for Credit, Occupational and Vocational Programs	684,964	682,623	680,622
All Students Enrolled in Non-Credit Courses	247,424	254,280	254,280
Percentage of College Students Seeking a Degree or Certificate	44%	44%	44%
Pre-Baccalaureate Degree Completions by Race/Ethnicity:			
African American	7,794	7,116	7,116
Latino	4,589	4,296	4,296
White	35,485	35,155	35,155
All Other	3,454	3,061	3,061
Pre-Baccalaureate Degree Completions by Gender:			
Male	22,030	20,738	20,738
Female	29,292	28,890	28,890

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
DESCRIPTION OF STATE GRANT PROGRAMS
For the Two Years Ended June 30, 2008

1. Unrestricted Grants to Colleges

Base Operating Grants

The Base Operating Grants are divided into the Credit Hour and Gross Square Footage (GSF) Allocations.

Credit Hour Grants are allocated to all of the districts based upon credit hour enrollment in six funding categories: Baccalaureate, Business, Technical, Health, Remedial, and ABE/ASE. The hours utilized for the grant amounts to each district are the greater of the:

- Average of the past three fiscal years, which for fiscal year 2008 were fiscal years 2004, 2005, and 2006; or,
- Two years prior fiscal year's actual credit hours, which for fiscal year 2008 was fiscal year 2006.

The total hours in each funding category are multiplied by the grant rate in each category to arrive at the total credit hour grant for each district. The rate utilized is the past completed fiscal year (fiscal year 2006 for the fiscal year 2008 grants) net instructional weighted unit cost, less non-ICCB revenues. If necessary to arrive at the total appropriated grant amount, a rate adjustment amount is added to the grant rate.

Each year by August 1, the districts are required to submit their gross square footage data to the ICCB. This data is utilized to calculate a statewide average GSF. The GSF grants are allocated to each district as follows:

- The GSF per student is calculated by dividing the total GSF of the district by student headcount.
- If the district's GSF per student is greater than the statewide average, then a weighted GSF is utilized in the calculation.
- A weighted GSF is calculated by dividing the amount that the district's GSF is greater than the statewide average by 2 and then multiplying it by the district's headcount. This amount is then added to the district's total GSF.
- Using this calculation, the ICCB allocates the total appropriation for GSF grants to the various districts.

Small College Grants

These grants are distributed to the districts with less than 2,500 non-correctional full-time equivalent students. A non-correctional student is one that is not being educated in a State of Illinois Department of Corrections facility. A full-time equivalent student is one that carries a course load of 15 hours per semester, or 30 hours per year. The districts must submit their annual enrollment data by August 1 of each year. The allocation of the appropriation is made based on the number of districts that qualify divided by the total appropriated grant amount.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
DESCRIPTION OF STATE GRANT PROGRAMS
For the Two Years Ended June 30, 2008

Equalization Grants

The Equalization Grants are the State's attempt to reduce the inequality throughout the State of the local property tax revenues available per student. The allocation includes many steps. First, the equalized assessed value (EAV) threshold per full-time equivalent (FTE) student is calculated as follows:

- The lesser of the 2006 statewide EAV or two year average of 2005 and 2006 is divided by the Fiscal year 2006 in-district and chargeback (a student who is enrolled in a college outside of its district due to curriculum choices) FTE students. This calculation equals the EAV per FTE.
- The EAV per FTE is then multiplied by the statewide weighted average actual tax rate. The total is the EAV threshold per FTE.
- Then, the corporate personal property replacement tax revenue (CPPRT) threshold per FTE student is calculated by dividing the lesser of the Fiscal year 2006 net operating CPPRT revenue or the two year average by the Fiscal year in-district and chargeback FTE students.
- The EAV threshold per FTE student is added to the CPPRT threshold per FTE student, and then multiplied by any necessary threshold proration to arrive at the Fiscal year 2008 equalization threshold.
- The district's local tax revenue per FTE student is subtracted from the equalization threshold, and then multiplied by the district's FTE students. Only amounts greater than zero are utilized for the grant. If the district has an amount greater than zero prior to any proration factor being used and the proration factor causes it to become less than zero, the district will receive the minimum grant, which is \$50,000.

2. Restricted Grants to Colleges

Workforce Development Grants

These grants provide funds for community colleges to expand opportunities for additional noncredit training for incumbent employees at businesses, industry, and other employers, specifically to provide financial assistance for small and mid-size employers who need to upgrade or enhance the skills of their employees. The goal is to present the community college as a training system that is responsible to the business community's training requirements in order to improve employees' productivity and wages and the local and State economies.

This grant recognizes the importance of the community college system in assisting local businesses, associations, labor, government and others to develop and enhance a qualified, well trained labor force. The grant funds are dedicated to the operation of a business assistance center and/or involvement with State and local economic development efforts.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
DESCRIPTION OF STATE GRANT PROGRAMS
For the Two Years Ended June 30, 2008

Retirees' Health Insurance Grant

The City Colleges of Chicago is the only district that receives this grant, which is intended to provide health insurance for the district's annuitants. If more than one district qualified, the grant would be distributed proportionately to each eligible district based on the number of that district's annuitants as certified by the State Universities Retirement System as of July 1 of the fiscal year in which the appropriation is made. An eligible district is defined as those not eligible for participation in the retirees' health insurance plan administered through the Department of Central Management Services (DCMS).

P-16 Initiative Grants

This grant allows community colleges to expand their services to high school students desiring to take college-level classes while still in high school. This component will be used to subsidize the cost of the college of offering courses to high school students without charging tuition and fees.

Student Success Grants

This grant is intended to provide needed supplemental services to assist students in developing the academic skills necessary to remedy or correct educational deficiencies to allow the attainment of college educational goals. The grant contained appropriated funds in fiscal year 2007 and was not funded in fiscal year 2008.

3. Statewide Initiative & Other Grants

Additional Designated Grants

The General Assembly traditionally includes additional designated grants within the Board's appropriations to cover specific initiatives. During fiscal years 2007 and 2008, the additional designated grants included funds for education related expenses of the City Colleges of Chicago; the medical training program at Lincoln Land Community College; additional operating grants for three community colleges.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF GRANT AWARDS
For the Two Years Ended June 30, 2008
Fiscal Year 2008 Operating (Unrestricted) Grants to Colleges
(Not Examined)

	Base Operating Grant			Small College Grants	Equalization Grants	Total Unrestricted Grants
	Credit Hour	Square Footage	Total			
Black Hawk	\$ 4,142,372	\$ 49,486	\$ 4,191,858	\$ -	\$ 4,471,972	\$ 8,663,830
Chicago	39,410,630	397,811	39,808,441	-	-	39,808,441
Danville	1,559,546	41,114	1,600,660	120,000	1,797,040	3,517,700
DuPage	13,053,042	141,693	13,194,735	-	-	13,194,735
Elgin	4,961,970	74,323	5,036,293	-	-	5,036,293
Harper	6,753,812	113,258	6,867,070	-	-	6,867,070
Heartland	1,983,955	24,273	2,008,228	-	50,000	2,058,228
Highland	1,475,974	27,114	1,503,088	60,000	983,924	2,547,012
Illinois Central	6,229,673	82,492	6,312,165	-	3,399,852	9,712,017
Illinois Eastern	6,983,464	57,513	7,040,977	-	7,510,612	14,551,589
Illinois Valley	2,644,607	33,143	2,677,750	-	545,980	3,223,730
Joliet	6,273,417	76,411	6,349,828	-	-	6,349,828
Kankakee	3,036,847	30,653	3,067,500	-	2,841,756	5,909,256
Kaskaskia	3,588,573	29,047	3,617,620	-	5,006,960	8,624,580
Kishwaukee	2,182,644	39,007	2,221,651	-	1,716,640	3,938,291
Lake County	6,376,523	89,174	6,465,697	-	-	6,465,697
Lake Land	5,614,125	37,753	5,651,878	-	5,208,408	10,860,286
Lewis & Clark	3,051,862	57,235	3,109,097	-	2,947,092	6,056,189
Lincoln Land	3,764,492	51,908	3,816,400	-	622,600	4,439,000
Logan	4,580,051	52,540	4,632,591	-	8,328,148	12,960,739
McHenry	2,371,805	39,967	2,411,772	-	-	2,411,772
Moraine Valley	7,659,633	72,139	7,731,772	-	50,000	7,781,772
Morton	1,673,780	23,719	1,697,499	-	1,067,760	2,765,259
Oakton	5,903,777	61,606	5,965,383	-	-	5,965,383
Parkland	5,234,221	61,495	5,295,716	-	2,332,716	7,628,432
Prairie State	2,331,832	41,238	2,373,070	-	50,000	2,423,070
Rend Lake	2,840,646	35,881	2,876,527	60,000	4,099,812	7,036,339
Richland	2,260,270	25,868	2,286,138	60,000	559,256	2,905,394
Rock Valley	4,377,530	64,040	4,441,570	-	867,796	5,309,366
Sandburg	2,212,710	26,649	2,239,359	60,000	2,662,496	4,961,855
Sauk Valley	1,442,943	30,846	1,473,789	60,000	1,085,148	2,618,937
Shawnee	1,695,975	16,743	1,712,718	120,000	2,906,964	4,739,682
South Suburban	3,899,200	61,191	3,960,391	-	2,718,732	6,679,123
SouthEastern	2,330,770	24,010	2,354,780	120,000	3,059,612	5,534,392
SouthWestern	7,329,741	70,339	7,400,080	-	8,082,512	15,482,592
Spoon River	1,096,227	20,998	1,117,225	120,000	774,584	2,011,809
Triton	7,448,498	86,521	7,535,019	-	50,000	7,585,019
Waubensee	4,222,292	61,234	4,283,526	-	-	4,283,526
Wood	1,408,571	19,568	1,428,139	60,000	1,585,328	3,073,467
Totals	195,408,000	2,350,000	197,758,000	840,000	77,383,700	275,981,700
Rounding	60,000	-	60,000	-	-	60,000
	<u>\$ 195,468,000</u>	<u>\$ 2,350,000</u>	<u>\$ 197,818,000</u>	<u>\$ 840,000</u>	<u>\$ 77,383,700</u>	<u>\$ 276,041,700</u>

Note: Minor rounding difference exist in this schedule, which was prepared by Board management.

**STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF GRANT AWARDS
For the Two Years Ended June 30, 2008
Fiscal Year 2008 Total Grants to Colleges
(Not Examined)**

	Total Unrestricted Grants	Workforce Development Grants	P-16 Initiative Grants	Retirees' Health Insurance Grants	Additional Designated Grants	Total Grants to Colleges
Black Hawk	\$ 8,663,830	\$ 73,841	\$ 44,141	\$ -	\$ -	\$ 8,781,812
Chicago	39,808,441	239,584	217,381	626,600	15,000,000	55,892,006
Danville	3,517,700	55,086	28,945	-	-	3,601,731
DuPage	13,194,735	175,014	180,121	-	-	13,549,870
Elgin	5,036,293	87,671	111,637	-	-	5,235,601
Harper	6,867,070	94,400	162,572	-	-	7,124,042
Heartland	2,058,228	48,431	27,046	-	-	2,133,705
Highland	2,547,012	50,704	28,712	-	-	2,626,428
Illinois Central	9,712,017	101,106	84,311	-	-	9,897,434
Illinois Eastern	14,551,589	141,049	71,153	-	-	14,763,791
Illinois Valley	3,223,730	66,519	32,637	-	-	3,322,886
Joliet	6,349,828	104,658	122,007	-	-	6,576,493
Kankakee	5,909,256	62,110	29,236	-	-	6,000,602
Kaskaskia	8,624,580	84,397	71,991	-	-	8,780,968
Kishwaukee	3,938,291	57,547	26,312	-	-	4,022,150
Lake County	6,465,697	89,770	150,214	-	-	6,705,681
Lake Land	10,860,286	120,162	68,799	-	-	11,049,247
Lewis & Clark	6,056,189	71,679	104,467	-	-	6,232,335
Lincoln Land	4,439,000	73,253	71,068	-	-	4,583,321
Logan	12,960,739	95,597	24,116	-	-	13,080,452
McHenry	2,411,772	54,041	52,915	-	-	2,518,728
Moraine Valley	7,781,772	112,857	152,334	-	-	8,046,963
Morton	2,765,259	51,390	25,301	-	-	2,841,950
Oakton	5,965,383	93,117	98,730	-	-	6,157,230
Parkland	7,628,432	91,447	47,249	-	-	7,767,128
Prairie State	2,423,070	58,838	97,294	-	-	2,579,202
Rend Lake	7,036,339	73,090	42,950	-	-	7,152,379
Richland	2,905,394	66,057	31,214	-	-	3,002,665
Rock Valley	5,309,366	82,303	71,302	-	-	5,462,971
Sandburg	4,961,855	64,765	29,879	-	-	5,056,499
Sauk Valley	2,618,937	51,640	30,064	-	-	2,700,641
Shawnee	4,739,682	53,183	20,370	-	-	4,813,235
South Suburban	6,679,123	84,874	87,680	-	-	6,851,677
SouthEastern	5,534,392	71,729	29,024	-	-	5,635,145
SouthWestern	15,482,592	133,896	107,475	-	-	15,723,963
Spoon River	2,011,809	46,353	15,281	-	-	2,073,443
Triton	7,585,019	104,616	81,996	-	-	7,771,631
Waubonsee	4,283,526	72,936	73,624	-	-	4,430,086
Wood	3,073,467	51,590	27,452	-	-	3,152,509
Totals	<u>275,981,700</u>	<u>3,311,300</u>	<u>2,779,000</u>	<u>626,600</u>	<u>15,000,000</u>	<u>297,698,600</u>
Rounding	60,000	-	-	-	-	60,000
	<u>\$ 276,041,700</u>	<u>\$ 3,311,300</u>	<u>\$ 2,779,000</u>	<u>\$ 626,600</u>	<u>\$ 15,000,000</u>	<u>\$ 297,758,600</u>

Note: Minor rounding difference exist in this schedule, which was prepared by Board management.

**STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF GRANT AWARDS
For the Two Years Ended June 30, 2008
Fiscal Year 2007 Operating (Unrestricted) Grants to Colleges
(Not Examined)**

	Base Operating Grant			Small College Grants	Equalization Grants	Total Unrestricted Grants
	Credit Hour	Square Footage	Total			
Black Hawk	\$ 4,297,173	\$ 48,845	\$ 4,346,018	\$ -	\$ 4,488,540	\$ 8,834,558
Chicago	41,085,646	412,073	41,497,719	-	-	41,497,719
Danville	1,584,857	40,940	1,625,797	120,000	1,767,644	3,513,441
DuPage	13,438,589	142,785	13,581,374	-	-	13,581,374
Elgin	5,296,147	80,113	5,376,260	-	-	5,376,260
Harper	6,539,720	111,806	6,651,526	-	-	6,651,526
Heartland	2,020,127	24,466	2,044,593	-	50,000	2,094,593
Highland	1,473,638	27,136	1,500,774	60,000	948,992	2,509,766
Illinois Central	6,198,169	80,709	6,278,878	-	3,497,416	9,776,294
Illinois Eastern	6,397,475	57,968	6,455,443	-	6,935,910	13,391,353
Illinois Valley	2,586,380	32,245	2,618,625	-	553,234	3,171,859
Joliet	6,186,546	69,237	6,255,783	-	-	6,255,783
Kankakee	3,160,022	30,454	3,190,476	-	3,020,765	6,211,241
Kaskaskia	3,449,229	29,629	3,478,858	-	4,751,269	8,230,127
Kishwaukee	2,180,493	38,049	2,218,542	-	1,773,843	3,992,385
Lake County	6,380,210	91,487	6,471,697	-	-	6,471,697
Lake Land	5,371,822	38,052	5,409,874	-	5,097,559	10,507,433
Lewis & Clark	2,949,093	55,650	3,004,743	-	2,918,679	5,923,422
Lincoln Land	3,691,660	52,319	3,743,979	-	312,020	4,055,999
Logan	4,497,209	52,506	4,549,715	-	7,972,755	12,522,470
McHenry	2,380,498	39,065	2,419,563	-	-	2,419,563
Moraine Valley	7,505,385	72,710	7,578,095	-	630,945	8,209,040
Morton	1,659,000	23,907	1,682,907	-	1,364,580	3,047,487
Oakton	5,636,707	59,824	5,696,531	-	-	5,696,531
Parkland	5,071,407	59,757	5,131,164	-	2,544,311	7,675,475
Prairie State	2,301,755	40,574	2,342,329	-	50,000	2,392,329
Rend Lake	2,769,867	35,756	2,805,623	60,000	3,866,387	6,732,010
Richland	1,888,266	25,413	1,913,679	60,000	714,446	2,688,125
Rock Valley	4,351,430	64,782	4,416,212	-	985,332	5,401,544
Sandburg	2,227,309	26,926	2,254,235	60,000	2,597,835	4,912,070
Sauk Valley	1,375,780	27,617	1,403,397	60,000	1,007,851	2,471,248
Shawnee	1,749,526	16,876	1,766,402	120,000	2,804,390	4,690,792
South Suburban	3,966,143	61,676	4,027,819	-	3,018,635	7,046,454
SouthEastern	2,377,277	24,200	2,401,477	120,000	3,189,425	5,710,902
SouthWestern	7,051,335	67,576	7,118,911	-	7,945,792	15,064,703
Spoon River	1,143,734	20,974	1,164,708	120,000	887,480	2,172,188
Triton	7,697,042	87,206	7,784,248	-	50,000	7,834,248
Waubonsee	4,098,532	59,073	4,157,605	-	-	4,157,605
Wood	1,429,346	19,618	1,448,964	60,000	1,637,562	3,146,526
Totals	195,464,544	2,349,999	197,814,543	840,000	77,383,597	276,038,140
Rounding	3,456	1	3,457	-	103	3,560
	<u>\$ 195,468,000</u>	<u>\$ 2,350,000</u>	<u>\$ 197,818,000</u>	<u>\$ 840,000</u>	<u>\$ 77,383,700</u>	<u>\$ 276,041,700</u>

Note: Minor rounding difference exist in this schedule, which was prepared by Board management.

STATE OF ILLINOIS
COMMUNITY COLLEGE BOARD
SCHEDULE OF GRANT AWARDS
For the Two Years Ended June 30, 2008
Fiscal Year 2007 Total Grants to Colleges
(Not Examined)

	Total Unrestricted Grants	Workforce Development Grants	P-16 Initiative Grants	Retirees' Health Insurance Grants	Student Success Grants	Additional Designated Grants	Total Grants to Colleges
Black Hawk	\$ 8,834,558	\$ 75,782	\$ 46,009	\$ -	\$ 54,091	\$ -	\$ 9,010,440
Chicago	41,497,719	247,726	213,171	626,600	710,121	15,300,000	58,595,337
Danville	3,513,441	55,337	28,675	-	23,344	-	3,620,797
DuPage	13,581,374	180,788	212,293	-	183,200	-	14,157,655
Elgin	5,376,260	89,724	110,403	-	70,575	-	5,646,962
Harper	6,651,526	93,071	159,255	-	148,300	-	7,052,152
Heartland	2,094,593	49,631	31,673	-	37,807	-	2,213,704
Highland	2,509,766	50,809	27,804	-	26,928	-	2,615,307
Illinois Central	9,776,294	103,750	82,604	-	54,386	-	10,017,034
Illinois Eastern	13,391,353	131,935	65,953	-	28,537	-	13,617,778
Illinois Valley	3,171,859	66,334	32,205	-	28,225	-	3,298,623
Joliet	6,255,783	103,596	122,837	-	121,355	-	6,603,571
Kankakee	6,211,241	61,087	28,205	-	36,329	-	6,336,862
Kaskaskia	8,230,127	83,014	67,265	-	25,048	-	8,405,454
Kishwaukee	3,992,385	57,674	25,541	-	37,908	-	4,113,508
Lake County	6,471,697	91,231	148,568	-	103,707	-	6,815,203
Lake Land	10,507,433	119,838	66,012	-	40,514	-	10,733,797
Lewis & Clark	5,923,422	69,920	98,419	-	54,561	-	6,146,322
Lincoln Land	4,055,999	74,097	70,699	-	55,976	250,000	4,506,771
Logan	12,522,470	96,318	24,433	-	36,306	-	12,679,527
McHenry	2,419,563	55,185	57,852	-	46,062	-	2,578,662
Moraine Valley	8,209,040	110,613	147,086	-	129,786	-	8,596,525
Morton	3,047,487	51,743	29,953	-	42,887	-	3,167,070
Oakton	5,696,531	92,901	96,919	-	87,547	-	5,973,898
Parkland	7,675,475	89,357	48,754	-	89,878	180,000	8,083,464
Prairie State	2,392,329	59,461	95,178	-	65,890	300,000	2,912,858
Rend Lake	6,732,010	73,017	40,995	-	19,991	-	6,866,013
Richland	2,688,125	57,332	30,859	-	30,368	-	2,806,684
Rock Valley	5,401,544	82,989	71,295	-	70,765	-	5,626,593
Sandburg	4,912,070	65,846	29,682	-	25,463	-	5,033,061
Sauk Valley	2,471,248	50,129	29,129	-	21,989	-	2,572,495
Shawnee	4,690,792	53,709	22,500	-	17,732	-	4,784,733
South Suburban	7,046,454	86,527	84,853	-	122,136	250,000	7,589,970
SouthEastern	5,710,902	73,539	28,125	-	27,496	-	5,840,062
SouthWestern	15,064,703	131,887	108,780	-	116,664	-	15,422,034
Spoon River	2,172,188	47,122	22,500	-	11,528	-	2,253,338
Triton	7,834,248	106,201	77,819	-	99,104	-	8,117,372
Waubensee	4,157,605	70,153	72,173	-	77,484	-	4,377,415
Wood	3,146,526	51,927	27,524	-	20,012	-	3,245,989
Totals	276,038,140	3,311,300	2,779,000	626,600	3,000,000	16,280,000	302,035,040
Rounding	3,560	-	-	-	-	-	3,560
	<u>\$ 276,041,700</u>	<u>\$ 3,311,300</u>	<u>\$ 2,779,000</u>	<u>\$ 626,600</u>	<u>\$ 3,000,000</u>	<u>\$ 16,280,000</u>	<u>\$ 302,038,600</u>

Note: Minor rounding difference exist in this schedule, which was prepared by Board management.